MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

England & Wales · Charity number 1166088

Details

Other names	MALVERN YOUTH AND COMMUNITY TRUST, MALVERN CUBE
Status	Registered
Legal form	CIO
Registered	2016-03-16
Register	View on the Charity Commission register

Contact

Address	Malvern Cube Albert Road North Malvern WR14 2YF
Phone	01684575363
Email	manager@malverncube.com
Website	www.malverncube.com

Activities

Objects: TO FURTHER OR BENEFIT THE RESIDENTS OF MALVERN AND THE SURROUNDING AREAS, WITHOUT DISTINCTION OF SEX, SEXUAL ORIENTATION, RACE OR OF POLITICAL, RELIGIOUS OR OTHER OPINIONS BY ASSOCIATING TOGETHER THE SAID RESIDENTS AND THE LOCAL AUTHORITIES, VOLUNTARY AND OTHER ORGANIZATIONS 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 SHALL HAVE 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 IN FURTHERANCE OF THE ABOVE OBJECTS

Activities: To benefit the residents of Malvern and the surrounding area by providing facilities and opportunities which promote social welfare, education, recreation and leisure time occupation, including provision for young people. This is achieved in collaboration with the residents and the local authorities, voluntary and other organisations.

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Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services, Other Charitable Activities
- **What:** Education/training, Arts/culture/heritage/science, Amateur Sport, Recreation
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- Worcestershire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£246,041	£241,565	-	-
2024-03-31	£222,728	£228,033	-	-
2023-03-31	£237,372	£224,582	-	-
2022-03-31	£161,687	£184,737	-	-
2021-03-31	£127,382	£97,411	-	-

Trustees

Name	Role	Appointed
KAREN PAULINE HUMPHRIES	Chair	2019-12-19
Carola Bennion		2024-11-29
Colin Michael George		2020-01-20
Joanna Mary Hughes		2024-03-21
Joanna Susan Cross		2020-11-19
KATE PRICE		2024-01-18
Leah Magdalene Adkins		2024-11-21
Sarah Ann Ford		2024-11-21

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MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

England & Wales - Charity number 1166088

Accounts

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

(CHARITABLE INCORPORATED ORGANISATION)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

Charity Registration Number: 1166088

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)
YEAR ENDED 31 MARCH 2025

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TRUSTEES' REPORT

The Trustees present their report and accounts for the year ended 31 March 2025.

The accounts have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the CIO's constitution, the Charities Act 2011, and '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) Section 1A small entities (from 1 January 2019)'.

Objectives and activities

Malvern Youth and Community Trust (MYCT) was set up in 2012 after it obtained a long term lease on a former youth centre. Service to local young people was a condition of its lease, and alongside building a centre for the community, this has remained part of MYCT's vision and purpose. Its aims and objectives are to benefit the residents of Malvern and the surrounding area by providing facilities and opportunities which promote social welfare, education, recreation and leisure time occupation, including provision for young people. Since 2016 provision for young people has been led by a separate sister charity Malvern Cube Projects (MCP). MYCT and MCP's objectives are realised by working in collaboration with the residents and the local authorities, voluntary and other organisations.

MYCT's principal function is to facilitate and provide space and opportunities for local residents to come together and share a feeling of community through operating a community and arts centre known as Malvern Cube. Here it hires rooms at affordable rates to community and support groups in line with its charitable objectives. It uses its theatre space to promote and encourage performance of many types, the development of which has been a key focus initiated in 2020 and continuing ever since. It has a café located in the centre of the building providing food and drink for the Cube users and the general public. MYCT encourages recreation through sport, leisure arts, craft and wellbeing activities. It hosts a youth club and provides rooms for delivery of education and training.

Public Benefit

The trustees consider that they have complied with the duty in section 4 of the Charities Act 2011, in having due regard to public benefit.

Achievements and performance

The performance of Malvern Cube has continued to improve following from the effects of the Covid pandemic and hiring rates have returned to pre-pandemic levels. The events programme has also expanded with a diverse range of performances and private hire events. The café at the heart of the Cube continues to provide a warm and welcoming space for the centre users, with affordable menu pricing and low environmental impact. It has maintained its 5 star hygiene rating.

Hirers and groups

The Cube has continued to do what it was set up to do - we are now providing space for over thirty regular community groups to meet a diverse range of needs, from promoting well-being, providing counselling, supporting the arts, training dogs and repairing broken objects.

The MYCT sister charity, Malvern Cube Projects, now branded as Cube Youth, has increased the range of activities provided for local young people from its base at the Cube
In March 2025, regular hirer, Malvern Big Band, put on an evening of entertainment to raise funds for The Cube.

Events and activities

There has been a rich blend of events and activities in line with our Performing Arts and Activities Strategy and visual arts have been supported by the appointment of a visual arts volunteer.

TRUSTEES' REPORT

Strange Futures devised performance, 'On The Bare Hill', involved professional and community performers and a small choir to bring to life the characters of the Malvern Hills through a unique blend of physical theatre, animation and puppetry (May 2024).
After the success of Severn Art's first Line Up Festival in 2023, the second Festival took place over two days in August 2024 showcasing a variety of music forms and performances
At the same time local artist Ivan Maxwell-Jones used the Cube to exhibit his paintings as part of Worcestershire Open Studios.
The Cube provided the base for two significant annual events in November 2024:

- Reaction Theatre's eighth annual FEAST festival of theatre brought the Cube to life with a wonderful variety of performances and workshops, including Lost Dog Theatre's Paradise Lost
- Malvern Green Space's third 'Sustainable Fashion Show' included dramatic interludes highlighting issues like child labour, clothing waste, and pollution.

The Cube continued to promote its own music gigs and theatre events - Last Baguette's 'A Winter's Tail' charmed young audiences in the run up to Christmas.

Staffing and volunteers

2024/5 saw some significant staff changes:

- After five years as Centre Manager, Nicola Turrell left in October 2024. Staff and volunteers helped keep the Cube running until new Manager, Michelle Newell started in January 2025
- Much-valued caretaker Neil Angel slowly eased himself out of the role, but stayed on to help induct new caretaker Anda Philips when she started in May 2024
- The Trustees undertook a review of the roles and grades of Centre Manager and Administration Manager roles

The Cube's staff team now numbers 17, supported by 33 volunteers across all activities and times of day.

Governance

The Risk Register created in the previous year, continues to facilitate the regular review of risks for the Cube. Risks are RAG (red, amber, green) rated with mitigations in place where necessary.
The Cube has a comprehensive list of policies and procedures, which are reviewed and updated on a regular basis.
IT requirements for the Cube are supported by an external company and during this year there has been a change from D&D to Cloud Top Technologies.

Improving the Cube

We continued to improve the Cube's facilities and make them safer:

- Our garden volunteers continued to maintain and enhance the Cube's grounds. Their efforts this year enhanced the lawn area behind the theatre through the installation of new planting boxes
- We undertook external re-pointing and painting and decorated the foyer space to the theatre with some stunning colours
- We replaced decaying timbers in an external ramp
- External solar powered lighting illuminating pathways

Financial Review

These accounts have been prepared for the financial year ending 31 March 2025.

The result for the year was a surplus of £4,476 (2024 – deficit £5,305).
The amount of reserves as at the balance sheet date amounted to £228,146 (2024 - £223,670) including restricted funds of £78,680 (2024 - £71,159). Free reserves, which includes unrestricted funds after eliminating tangible fixed assets amounted to £116,150 (2024 – £108,432).

TRUSTEES' REPORT

As already noted, the hiring level was back to pre-pandemic levels, and this was reflected in hire income, modestly helped by a small increase in hourly room hire rates (the first increase in 6 years). The cafe, which provides the 'beating heart' of the centre, as well as supporting various events, managed to cover its direct costs of food, drink, consumables, and staffing. The events themselves, also as previously noted, took off this year, increasing revenues and containing costs to contribute massively towards our general overheads.

The Cube's financial strategy calls for its operational costs to be met by operational income, which in practice means from hiring space, running the cafe, and hosting events. Historically, this has not often happened, with shortfalls made up by generous donations from local organisations and benefactors, enabling us to keep our rates at levels the whole community can afford.

We therefore acknowledge with grateful thanks the donations from the Bransford Trust, the Hawthorne Charitable Trust, the Malvern Hills Community Foundation, The Co-operative Community Fund, and several smaller donors, who between them have enabled us to support the physical and mental well-being of a wide variety of users through our community room rates and café.

The net effect by the end of the year was an operational surplus, and a healthy bank balance at year end of £120k (up from £104k a year earlier) of which £30K (up from £20K the year before) resided in our 'rainy day' reserve account, thus meeting a strategic objective of maintaining a reserve fund equivalent to 3 months' expenditure.

Risk management

The trustees both directly and through the Centre Manager conduct an on-going process of risk assessment in every area of the Cube's operational life. In addition to the creation of the Risk Register described above, the policy on Risk Management was reviewed, along with those on Health and Safety, Safeguarding, and Finance. All other policies are part of an on-going system of regular periodic review.

Structure, Governance and Management

Malvern Youth and Community Trust which runs Malvern Cube is a Charitable Incorporated Organisation, charity registration number 1166088. Its constitution sets out its governance through a board of trustees, defining their duties and how they should conduct the business of the charity.

The trustees delegate the day-to-day management of the charity to the Centre Manager (Ms. Nicola Turrell) whose remuneration they review regularly.

None of the trustees has any financial or beneficial interest in the charity.

Legal and administrative information

The Charity Registration Number: 1166088

Registered Office: Albert Road North, Malvern WR14 2YF

Trustees serving at 1 April 2024 and 31 March 2025, and changes up to the signing of this report:

K Humphries
C Bennion
M J Chuck (resigned 21.11.24)
J Cross
C George
R Christie (resigned 21.11.24)
K Price (appointed 18.07.24)

TRUSTEES' REPORT

J Hughes
L Adkins (appointed 21.11.24)
S Ford (appointed 21.11.24)

Secretary: R Christie/L Hughes
Treasurer: K Price
Independent Examiner: Elizabeth Eyre FCA, Elizabeth Eyre Limited, Bank Street Business Centre, 6 Bank Street, Malvern WR14 2JN

Appointment of Trustees

The Trustees recognise the need for strong and effective governance, and therefore actively recruit suitable new members to join the Board of Trustees, to provide the continuity, knowledge, experience, wisdom and commitment necessary to run the charity effectively.

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the CIO and of the incoming resources and application of resources of the CIO for that year.

In preparing these accounts, the Trustees are required to:

- select suitable accounting policies, and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments 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 accounts; and
- prepare the accounts on the going concern basis, unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the CIO, and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the CIO, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the non-financial and financial information included on the CIO's website. Legislation in the United Kingdom governing the preparation and dissemination of the accounts may differ from legislation in other jurisdictions.

On behalf of the Trustees

Katie Price

K Price
Trustee
20 / 11 / **2025**

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

I report to the trustees on my examination of the accounts of the charity for the year ended 31 March 2025, which are set out on pages 6 to 18.

Responsibilities and basis of report
As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts 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 which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.

Elizabeth Eyre

Elizabeth Eyre FCA
Elizabeth Eyre Limited
Bank Street Business Centre
6 Bank Street
Malvern
WR14 2JN

Date: 26th November **2025**

STATEMENT OF FINANCIAL ACTIVITITES
(including income and expenditure account)

	Note	Unrestricted Funds £	Restricted Funds £	Total 2025 £	Total 2024 £
INCOME					
Donations and legacies	2	5,459	23,653	29,112	26,785
Charitable activities	2	215,101	-	215,101	194,741
Other income	2	-	-	-	-
Investments	2	1,828	-	1,828	1,202
TOTAL INCOME		222,388	23,653	246,041	222,728
EXPENDITURE					
Charitable activities	3	228,695	12,870	241,565	228,033
TOTAL EXPENDITURE		228,695	12,870	241,565	228,033
NET INCOME/(EXPENDITURE) FOR THE YEAR/ NET MOVEMENT IN FUNDS		(6,307)	10,783	4,476	(5,305)
TOTAL FUNDS BROUGHT FORWARD		152,511	71,159	223,670	228,975
TRANSFERS		3,262	(3,262)	-	-
TOTAL FUNDS CARRIED FORWARD		149,466	78,680	228,146	223,670

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 18 form part of these financial statements.

BALANCE SHEET

	Note	2025 £	2025 £	2024 £	2024 £
FIXED ASSETS					
Tangible assets	8		77,370		104,018
CURRENT ASSETS					
Stock	9	3,075		2,399	
Debtors	10	4,627		3,080	
Cash at bank and in hand		148,270		120,364	
Total current assets		155,972		125,843	
Creditors: amounts falling due within one year	11	(5,196)		(6,191)	
NET CURRENT ASSETS			150,776		119,652
NET ASSETS			228,146		223,670
FUNDS					
Restricted funds	13		78,680		71,159
Unrestricted funds			149,466		152,511
			228,146		223,670

These accounts were approved by the Trustees on 20 / 11 /, 2025 and signed on their behalf by:

K. Humphries

K Humphries
Trustee

Kate Price

K Price
Trustee

The notes on pages 8 to 18 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Company information
Malvern Youth and Community Trust (Malvern Cube) is a Charitable Incorporated Organisation. Its registered office is Albert Road North, Malvern, Worcestershire, WR14 2YF.

a) Basis of Accounting
The accounts 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).

The CIO meets the definition of a public benefit entity under FRS 102.

The accounts have been prepared in sterling, which is the functional currency of the CIO. Monetary amounts in these accounts are rounded to the nearest £.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

b) Incoming Resources
Income is recognised in the Statement of Financial Activities when the CIO has an entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and can measured reliably.

Cash donations are recognised on receipt. Other donations are recognized once the CIO 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.

Legacies are recognised on receipt or otherwise if the CIO has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Rent received in advance for the hire of rooms has been deferred to the period in which the rent relates.

c) Donated services
The value of services provided by volunteers has not been included in income.

d) Resources expended
All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to that category. Expenditure includes any VAT which cannot be recovered. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Creditors represent the amount the charity anticipates it will pay to settle a debt or a provision for goods and services it has received not yet invoiced, measured at settlement amount.

e) Allocation of support costs
Support costs are those functions that assist the work of the Society but do not directly undertake charitable activities. Support costs include governance costs which support the Society's activities.

NOTES TO THE FINANCIAL STATEMENTS

f) 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:

Property improvements	10% on cost
Computer equipment	33 1/3% on cost
Decking	10% on cost
Toilets	10% on cost
Furniture and equipment	25% on cost
Kitchen	10% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

g) Impairment of fixed assets

At each reporting end date, the CIO reviews the carrying amount of its tangible and intangible 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).

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cashflows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment is recognised immediately, unless the relevant asset is carried in at a revalued amount, I which case the reversal of the impairment loss is treated as a revaluation increase.

h) Stock

Stock is valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less estimated cost of disposal.

i) Pensions

The CIO also operates a pension scheme through NEST in accordance with the Auto Enrolment regulations.

j) Fund accounting

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity unless the funds have been designated for other purposes.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.
- Endowment funds are subject to specific conditions by donors that the capital must be maintained by the CIO.

NOTES TO THE FINANCIAL STATEMENTS

k) Interest receivable
Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Society; this is normally upon notification of the interest paid or payable by the Bank.

l) Employee benefits
The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the CIO is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

m) Financial instruments
The CIO 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 CIO's balance sheet when the CIO 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.

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 receipts 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 derecognized when the CIO's contractural obligations expire or are discharged or cancelled.

n) Preparation of the accounts on a going concern basis

At the time of approving the accounts, the Trustees have a reasonable expectation that the CIO has adequate resources to continue in operation existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

NOTES TO THE FINANCIAL STATEMENTS

o) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2. ANALYSIS OF INCOME

	Unrestricted funds £	Restricted funds £	Total 2025 £	Total 2024 £
Donations and legacies				
Donations and gifts	5,459	23,653	29,112	26,785
	5,459	23,653	29,112	26,785
Donations and gifts				
Bransford Trust	-	6,500	6,500	10,000
Bernard Sunley Foundation	-	-	-	5,000
Malvern Hills Community Foundation	-	-	-	500
Co-operative Society Community Fund	-	-	-	4,120
Malvern Hills Brass Band	-	-	-	1,406
WCC Men's Shed	-	-	-	998
Waitrose Community Fund	-	-	-	375
Hawthorne Charitable Trust	3,000	-	3,000	1,500
WCC	-	500	500	-
Malvern Hills District Council Buggy Store	-	11,000	11,000	-
Malcolm Victory	-	2,000	2,000	-
Malvern Hills District Council Orchard project	-	888	888	-
Worcestershire Community Foundation	-	2,765	2,765	-
Positive Thoughts	492	-	492	-
U3A	900	-	900	-
WCC Councillor's Discretionary Fund	-	-	-	1,500
Other	1,067	-	1,067	1,386
	5,459	23,653	29,112	26,785
Charitable activities				
Sales within charitable activities	215,101	-	215,101	194,741
	215,101	-	215,101	194,741
Investments				
Interest receivable	1,828	-	1,828	1,202
	1,828	-	1,828	1,202
Other income				
Other income	-	-	-	-
	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

3. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Cube Operating expenses £	Total 2025 £	Total 2024 £
Management staff costs	28,122	28,122	33,374
Depreciation and impairment	31,450	31,450	31,224
Gas, electricity and water	10,369	10,369	8,084
Premises, repairs and maintenance	29,909	29,909	24,212
Telephone, broadband, postage and Stationery	4,538	4,538	2,456
Insurance	2,916	2,916	1,619
Advertising, public relations and web	2,157	2,157	1,200
Licences and subscriptions	2,516	2,516	2,763
Other	5,058	5,058	7,907
Project expenses	-	-	3,038
Interest	-	-	-
Events and film	-	-	-
Equipment	655	655	874
Café staff	43,356	43,356	39,118
Contracted services	49,650	49,650	42,304
Food and beverage	25,824	25,824	26,807
	236,520	236,520	224,980
Governance costs (see note 4)	5,045	5,045	3,053
TOTAL EXPENDITURE	241,565	241,565	228,033

4. ANALYSIS OF GOVERNANCE COSTS

	2025 £	2024 £
Legal and other professional fees	5,045	3,053

Governance costs includes payment of £1,536 (2024 - £1,482) for independent examination fees.

NOTES TO THE FINANCIAL STATEMENTS

5. TOTAL STAFF COSTS

	2025 £	2024 £
Total wages and salaries	130,460	96,478
Social security costs	1,110	492
Other pension costs	1,229	1,136
	132,799	98,106

Average number employed	Number	Number
Centre Manager	1	1
Other Staff	12	10

No employee earned £60,000 per annum or more in the current year or prior year.

Trustees

None of the Trustees (or any persons connected with them) received any remuneration and three Trustees were reimbursed expenses totaling £286 during the year.

6. NET INCOME FOR THE YEAR

Net income is stated after charging:

	2025 £	2024 £
Depreciation	31,450	31,224

7. FINANCIAL INSTRUMENTS

	2025 £	2024 £
Carrying amount of financial assets		
Debt instruments measured at amortised cost	2,806	2,261
Carrying amount of financial liabilities		
Measured at amortised cost	5,196	6,191

NOTES TO THE FINANCIAL STATEMENTS

8. TANGIBLE ASSETS

	Property Improvements £	Computer Equipment £	Decking £	Toilets £	Furniture and equipment £	Kitchen £	Total £
Cost							
At 1 April 2024	235,157	5,593	2,050	10,821	48,039	8,783	310,443
Additions	-	-	-	-	4,802	-	4,802
Disposals	-	-	-	-	-	-	-
At 31 March 2025	235,157	5,593	2,050	10,821	52,841	8,783	315,245
Depreciation							
At 1 April 2024	142,727	5,593	2,050	10,820	36,453	8,782	206,425
Disposals	-	-	-	-	-	-	-
Charge for the year	23,516	-	-	-	7,934	-	31,450
At 31 March 2025	166,243	5,593	2,050	10,820	44,387	8,782	237,875
Net book value At 31 March 2025	**68,914**	-	-	1	**8,454**	1	**77,370**
At 31 March 2024	92,430	-	-	1	11,586	1	104,018

9. STOCK

	2025 £	2024 £
Bar stock	3,075	2,399
	3,075	2,399

10. DEBTORS

	2025 £	2024 £
Trade debtors	2,806	2,261
Prepayments and other debtors	1,821	819
	4,627	3,080

NOTES TO THE FINANCIAL STATEMENTS

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Payments received on account	-	-
Trade creditors	2,227	1,953
Other creditors	413	1,736
Accruals and deferred income	2,556	2,502
	5,196	6,191

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Restricted Fund £	Total £
Fund balances at 31 March 2025 are represented by:			
Tangible fixed assets	33,316	44,054	77,370
Current assets	121,346	34,626	155,972
Current liabilities	(5,196)	(-)	(5,196)
	149,466	78,680	228,146

13. RESTRICTED FUNDS

	At 1 April 2024 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2025 £
Windows and building fund	1,542	-	(1,212)	-	330
Theatre improvements	4,382	-	(1,904)	-	2,478
Garden project	2,398	-	(32)	-	2,366
Grounds improvements fund	9,561	-	(2,558)	-	7,003
Stranger Futures fund	750	-	-	-	750
Boiler replacement fund	1,200	-	(300)	-	900
Front door fund	1,799	-	(449)	-	1,350
Fire damage fund	688	-	(172)	-	516
Fire cleaning fund	1,378	-	(363)	-	1,015
Disabled toilet fund	1,859	-	(348)	-	1,511
Green room fund	416	-	(104)	-	312
Theatre North Wall fund	1,406	2,000	-	-	3,406
Buggy Store fund	4,120	11,000	(786)	-	14,334
Platform lift fund	39,660	-	(3,262)	(3,262)	33,136
Bransford Trust	-	6,500	-	-	6,500
Basketball equipment fund	-	500	(500)	-	-
Orchard project	-	888	(880)	-	8
Worcestershire Community Foundation	-	2,765	-	-	2,765
Total	71,159	23,653	(12,870)	(3,262)	78,680

NOTES TO THE FINANCIAL STATEMENTS

RESTRICTED FUNDS (continued)

Restricted donations received during the year:

- Platform Lift fund –
- North Wall fund – from Malcolm Victory towards the planned renovation of the Theatre's North Wall
- The Buggy Store fund - from MHDC.
- Garden Projects fund – for garden containers and equipment
- Windows and Buildings fund – for external decoration
- Basketball equipment fund – from WCC for new basketball equipment
- Orchard Project fund – from MHDC

A transfer of £3,262 has been made from platform lift restricted fund to unrestricted fund. This represents the depreciation charge in the prior year.

14. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the CIO'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 revisions affects both current and future periods.

15. RELATED PARTY TRANSACTIONS

Remuneration of key management personnel
The remuneration of key management personnel is as follows:

	2025	2024
	£	£
Aggregate compensation	25,782	31,924

No guarantees have been given or received.

Related party transactions
During the year the charity received rent of £13,120 and contribution for admin services of £2,733 from Malvern Cube Projects.

16. STATEMENT OF FINANCIAL ACTIVITITES – prior year

	Unrestricted Funds £	Restricted Funds £	Total 2024 £	Total 2023 £
INCOME				
Donations and legacies	14,386	12399	26,785	65,836
Charitable activities	194,741	-	194,741	171,392
Other income	-	-	-	-
Investments	1,202	-	1,202	144
TOTAL INCOME	210,329	12,399	222,728	237,372
EXPENDITURE				
Charitable activities	220,100	7,933	228,033	224,582
TOTAL EXPENDITURE	220,100	7,933	228,033	224,582
NET (EXPENDITURE)/INCOME FOR THE YEAR/ NET MOVEMENT IN FUNDS	(9,771)	4,466	(5,305)	12,790
TOTAL FUNDS BROUGHT FORWARD	159,225	69,750	228,975	216,185
TRANSFERS	3,057	(3,057)	-	-
TOTAL FUNDS CARRIED FORWARD	152,511	71,159	223,670	228,975

17. RESTRICTED FUNDS – prior year

	At 1 April 2023 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2024 £
Lighting project fund	17	-	(116)	99	-
Windows and building fund	2,254	500	(1,212)	-	1,542
Theatre improvements	6,286	-	(1,904)	-	4,382
Garden project	1,432	998	(32)	-	2,398
Grounds improvements fund	12,119	-	(2,558)	-	9,561
Stranger Futures fund	750	-	-	-	750
Boiler replacement fund	1,500	-	(300)	-	1,200
Front door fund	2,248	-	(449)	-	1,799
Fire damage fund	860	-	(172)	-	688
Fire cleaning fund	1,741	-	(363)	-	1,378
Disabled toilet fund	2,207	-	(348)	-	1,859
Green room fund	520	-	(104)	-	416
Census return support fund	3,156	-	-	(3,156)	-
Theatre North Wall fund	-	1,406	-	-	1,406
Buggy Store fund	-	4,120	-	-	4,120
Staff Appreciation fund	-	375	(375)	-	-
Platform lift fund	34,660	5,000	-	-	39,660
Total	69,750	12,399	(7,933)	(3,057)	71,159

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

England & Wales - Charity number 1166088

Accounts

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

(CHARITABLE INCORPORATED ORGANISATION)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

Charity Registration Number: 1166088

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

YEAR ENDED 31 MARCH 2024

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TRUSTEES' REPORT

The Trustees present their report and accounts for the year ended 31 March 2024.

The accounts have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the CIO's constitution, the Charities Act 2011, and '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) Section 1A small entities (from 1 January 2019)'.

Objectives and activities

Malvern Youth and Community Trust (MYCT) was set up in 2012 after it obtained a long term lease on a former youth centre. Service to local young people was a condition of its lease, and alongside building a centre for the community, this has remained part of MYCT's vision and purpose. Its aims and objectives are to benefit the residents of Malvern and the surrounding area by providing facilities and opportunities which promote social welfare, education, recreation and leisure time occupation, including provision for young people. Since 2016 provision for young people has been led by a separate sister charity Malvern Cube Projects (MCP). MYCT and MCP's objectives are realised by working in collaboration with the residents and the local authorities, voluntary and other organisations.

MYCT's principal function is to facilitate and provide space and opportunities for local residents to come together and share a feeling of community through operating a community and arts centre known as Malvern Cube. Here it hires rooms at affordable rates to community and support groups in line with its charitable objectives. It uses its theatre space to promote and encourage performance of many types, the development of which has been a key focus initiated in 2020 and continuing ever since. MYCT encourages recreation through sport, leisure arts, craft and wellbeing activities. It hosts a youth club and provides rooms for delivery of education and training.

Public Benefit

The trustees consider that they have complied with the duty in section 4 of the Charities Act 2011, in having due regard to public benefit.

Achievements and performance

This was the first full year in which we could say the pandemic and its after-effects were truly behind us, although cases of Covid were still reported from time to time. Our hiring rate was back to pre-pandemic levels, while our events programme really moved into gear, contributing substantially to life at the Cube 'after hours'.

After the major improvements of the previous year, infrastructural improvements were relatively modest, but two important projects were completed from our own resources. Firstly, the IT upgrade the previous year was made substantially more robust with a full re-cabling of the centre to streamline and simplify the network, and ensure every switch, connector and cable was properly identified and labelled to make maintenance and repair faster, more effective and more efficient. Remarkably, this was achieved in two days with minimum disturbance to the centre's activities. Secondly, arising from an earlier audit of our facilities and equipment by the Performing Arts Group, a lighting control desk that complied with modern standards was installed in the theatre to improve and simplify the whole lighting operation during performances.

This second improvement ran parallel to the focus brought by implementing the Performing Arts Strategy, namely a marked increase in the number and quality of events put on at the Cube, either by external organisers, or by the Cube itself. The result was an increased profile in the Community, not only as an alternative venue for good value drama and music, but also among emerging dramatists and musicians looking to showcase their talents. This was also reflected in the financial performance of this element of the Cube's activity, which saw a marked increase in revenue and contribution to covering the Cube's overheads.

A really important 'behind-the-scenes' activity was completed this year that put one of our key assertions on a sound and measurable footing, namely the creation of a comprehensive Risk Register. The trustees have always

TRUSTEES' REPORT

managed the key risks to the Cube, backed up by policies and procedures to ensure smooth, safe and secure operation. This year saw a systematic audit of Risk across all aspects of the Cube's operations, using an established risk assessment methodology that combined likelihood and potential consequence to generate a 'traffic light' indicator of risk. (Red indicates immediate remedial action required, Amber that some action may be beneficial, Green that no action is required provided nothing changes). The audit revealed nothing 'red' but a handful of 'amber', confirming that we had done a good job up to now, but should consider whether the 'amber' risks needed further mitigation.

Staffing and Volunteers

While noting these specific highlights, the Cube would be nothing without the people who keep it running every day, from the Centre manager and the office team, to the staff who keep it clean and well-maintained, the staff and volunteers who run the café, and the team of staff and volunteers who ensure our events run smoothly for performers and audience alike. To put this into context, the Cube's staff team now numbers 11, supported by 25 volunteers across all activities and times of day. (Pre-pandemic, the numbers were 2 and 5 respectively!)

The steady stream of comments on the warm welcome, the lively positive atmosphere, and the sheer joy of participation, tells us we are providing a real community benefit that is enjoyed and appreciated by all who come through the doors.

Financial Review

These accounts have been prepared for the financial year ending 31 March 2024.

The result for the year was a deficit of £5,305 (2023 – surplus £12,790).
The amount of reserves as at the balance sheet date amounted to £223,670 (2023 - £228,975) including restricted funds of £71,159 (2023 - £69,750). Free reserves, which includes unrestricted funds after eliminating tangible fixed assets amounted to £48,493 (2023 – £35,261).

As already noted, the hiring level was back to pre-pandemic levels, and this was reflected in hire income, modestly helped by a small increase in hourly room hire rates (the first increase in 6 years). The cafe, which provides the 'beating heart' of the centre, as well as supporting various events, managed to cover its direct costs of food, drink, consumables, and staffing. The events themselves, also as previously noted, took off this year, increasing revenues and containing costs to contribute massively towards our general overheads.

The Cube's financial strategy calls for its operational costs to be met by operational income, which in practice means from hiring space, running the cafe, and hosting events. Historically, this has not often happened, with shortfalls made up by generous donations from local organisations and benefactors, enabling us to keep our rates at levels the whole community can afford.

We therefore acknowledge with grateful thanks the donations from the Bransford Trust, the Hawthorne Charitable Trust, the Malvern Hills Community Foundation, The Co-operative Community Fund, and several smaller donors, who between them have enabled us to support the physical and mental well-being of a wide variety of users through our community room rates and café.

The net effect by the end of the year was an operational surplus, and a healthy bank balance at year end of £120k (up from £104k a year earlier) of which £30K (up from £20K the year before) resided in our 'rainy day' reserve account, thus meeting a strategic objective of maintaining a reserve fund equivalent to 3 months' expenditure.

Risk management

The trustees both directly and through the Centre Manager conduct an on-going process of risk assessment in every area of the Cube's operational life. In addition to the creation of the Risk Register described above,

TRUSTEES' REPORT

the policy on Risk Management was reviewed, along with those on Health and Safety, Safeguarding, and Finance. All other policies are part of an on-going system of regular periodic review.

Structure, Governance and Management

Malvern Youth and Community Trust which runs Malvern Cube is a Charitable Incorporated Organisation, charity registration number 1166088. Its constitution sets out its governance through a board of trustees, defining their duties and how they should conduct the business of the charity.

The trustees delegate the day-to-day management of the charity to the Centre Manager (Ms. Nicola Turrell) whose remuneration they review regularly.

None of the trustees has any financial or beneficial interest in the charity.

Legal and administrative information

The Charity Registration Number: 1166088

Registered Office: Albert Road North, Malvern WR14 2YF

Trustees serving at 1 April 2023 and 31 March 2024, and changes up to the signing of this report:

K Humphries
C Bennion
M J Chuck
J Cross
C George
R Christie
K Price (appointed 18.07.24)
J Hughes (appointed 21.03.24)
A Warnock (appointed 16.11.23, resigned 22.02.24)
G Lloyd (resigned 15.06.23)

Secretary: R Christie
Treasurer: M Chuck
Independent Examiner: Elizabeth Eyre FCA, Elizabeth Eyre Limited, Bank Street Business Centre, 6 Bank Street, Malvern WR14 2JN

Appointment of Trustees

The Trustees recognise the need for strong and effective governance, and therefore actively recruit suitable new members to join the Board of Trustees, to provide the continuity, knowledge, experience, wisdom and commitment necessary to run the charity effectively.

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the CIO and of the incoming resources and application of resources of the CIO for that year.

TRUSTEES' REPORT

In preparing these accounts, the Trustees are required to:

- select suitable accounting policies, and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments 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 accounts; and
- prepare the accounts on the going concern basis, unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the CIO, and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the CIO, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the non-financial and financial information included on the CIO's website. Legislation in the United Kingdom governing the preparation and dissemination of the accounts may differ from legislation in other jurisdictions.

On behalf of the Trustees

M Chuck
Trustee
2024

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

I report to the trustees on my examination of the accounts of the charity for the year ended 31 March 2024, which are set out on pages 6 to 18.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts 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 which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.

Elizabeth Eyre FCA
Elizabeth Eyre Limited
Bank Street Business Centre
6 Bank Street
Malvern
WR14 2JN

Date: **2024**

STATEMENT OF FINANCIAL ACTIVITITES
(including income and expenditure account)

	Note	Unrestricted Funds £	Restricted Funds £	Total 2024 £	Total 2023 £
INCOME					
Donations and legacies	2	14,386	12,399	26,785	65,836
Charitable activities	2	194,741	-	194,741	171,392
Other income	2	-	-	-	-
Investments	2	1,202	-	1,202	144
TOTAL INCOME		210,329	12,399	222,728	237,372
EXPENDITURE					
Charitable activities	3	220,100	7,933	228,033	224,582
TOTAL EXPENDITURE		220,100	7,933	228,033	224,582
NET (EXPENDITURE)/INCOME FOR THE YEAR/ NET MOVEMENT IN FUNDS		(9,771)	4,466	(5,305)	12,790
TOTAL FUNDS BROUGHT FORWARD		159,225	69,750	228,975	216,185
TRANSFERS		3,057	(3,057)	-	-
TOTAL FUNDS CARRIED FORWARD		152,511	71,159	223,670	228,975

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 18 form part of these financial statements.

BALANCE SHEET

	Note	2024 £	2024 £	2023 £	2023 £
FIXED ASSETS					
Tangible assets	8		104,018		123,964
CURRENT ASSETS					
Stock	9	2,399		2,102	
Debtors	10	3,080		2,027	
Cash at bank and in hand		120,364		104,096	
Total current assets		125,843		108,225	
Creditors: amounts falling due within one year	11	(6,191)		(3,214)	
NET CURRENT ASSETS			119,652		105,011
NET ASSETS			223,670		228,975
FUNDS					
Restricted funds	13		71,159		69,750
Unrestricted funds			152,511		159,225
			223,670		228,975

These accounts were approved by the Trustees on , 2024 and signed on their behalf by:

K Humphries
Trustee

M Chuck
Trustee

The notes on pages 8 to 18 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Company information
Malvern Youth and Community Trust (Malvern Cube) is a Charitable Incorporated Organisation. Its registered office is Albert Road North, Malvern, Worcestershire, WR14 2YF.

a) Basis of Accounting
The accounts 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).

The CIO meets the definition of a public benefit entity under FRS 102.

The accounts have been prepared in sterling, which is the functional currency of the CIO. Monetary amounts in these accounts are rounded to the nearest £.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

b) Incoming Resources
Income is recognised in the Statement of Financial Activities when the CIO has an entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and can measured reliably.

Cash donations are recognised on receipt. Other donations are recognized once the CIO 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.

Legacies are recognised on receipt or otherwise if the CIO has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Rent received in advance for the hire of rooms has been deferred to the period in which the rent relates.

c) Donated services
The value of services provided by volunteers has not been included in income.

d) Resources expended
All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to that category. Expenditure includes any VAT which cannot be recovered. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Creditors represent the amount the charity anticipates it will pay to settle a debt or a provision for goods and services it has received not yet invoiced, measured at settlement amount.

e) Allocation of support costs
Support costs are those functions that assist the work of the Society but do not directly undertake charitable activities. Support costs include governance costs which support the Society's activities.

NOTES TO THE FINANCIAL STATEMENTS

f) 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:

Property improvements	10% on cost
Computer equipment	33 1/3% on cost
Decking	10% on cost
Toilets	10% on cost
Furniture and equipment	25% on cost
Kitchen	10% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

g) Impairment of fixed assets

At each reporting end date, the CIO reviews the carrying amount of its tangible and intangible 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).

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cashflows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment is recognised immediately, unless the relevant asset is carried in at a revalued amount, I which case the reversal of the impairment loss is treated as a revaluation increase.

h) Stock

Stock is valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less estimated cost of disposal.

i) Pensions

The CIO also operates a pension scheme through NEST in accordance with the Auto Enrolment regulations.

j) Fund accounting

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity unless the funds have been designated for other purposes.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.
- Endowment funds are subject to specific conditions by donors that the capital must be maintained by the CIO.

NOTES TO THE FINANCIAL STATEMENTS

k) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Society; this is normally upon notification of the interest paid or payable by the Bank.

l) Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the CIO is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

m) Financial instruments

The CIO 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 CIO's balance sheet when the CIO 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.

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 receipts 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 derecognized when the CIO's contractural obligations expire or are discharged or cancelled.

n) Preparation of the accounts on a going concern basis

At the time of approving the accounts, the Trustees have a reasonable expectation that the CIO has adequate resources to continue in operation existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

NOTES TO THE FINANCIAL STATEMENTS

o) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2. ANALYSIS OF INCOME

	Unrestricted funds £	Restricted funds £	Total 2024 £	Total 2023 £
Donations and legacies				
Donations and gifts	14,386	12,399	26,785	65,836
	14,386	12,399	26,785	65,836
Donations and gifts				
Bransford Trust	10,000	-	10,000	15,000
Bernard Sunley Foundation	-	5,000	5,000	-
Malvern Hills Community Foundation	-	500	500	-
Co-operative Society Community Fund	-	4,120	4,120	-
Malvern Hills Brass Band	-	1,406	1,406	-
WCC Men's Shed	-	998	998	-
Waitrose Community Fund	-	375	375	-
Hawthorne Charitable Trust	1,500	-	1,500	-
Spectris Foundation	-	-	-	2,000
National Lottery Community Fund	-	-	-	9,627
Spacehive	-	-	-	22,645
Theatres Trust	-	-	-	5,000
The Elmley Foundation	-	-	-	5,600
WCC Councillor's Discretionary Fund	1,500	-	1,500	1,500
Other	1,386	-	1,386	4,464
	14,386	12,399	26,785	65,836
Charitable activities				
Sales within charitable activities	194,741	-	194,741	171,392
	194,741	-	194,741	171,392
Investments				
Interest receivable	1,202	-	1,202	144
	1,202	-	1,202	144
Other income				
Other income	-	-	-	-
	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

3. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Cube Operating expenses £	Cafe £	Total 2024 £	Total 2023 £
Management staff costs	33,374	-	33,374	29,583
Depreciation and impairment	31,224	-	31,224	31,142
Gas, electricity and water	8,084	-	8,084	3,787
Premises, repairs and maintenance	24,212	-	24,212	19,918
Telephone, broadband, postage and Stationery	2,456	-	2,456	3,640
Insurance	1,619	-	1,619	1,844
Advertising, public relations and web	1,200	-	1,200	2,524
Licences and subscriptions	2,763	-	2,763	3,514
Other	7,907	-	7,907	7,696
Project expenses	3,038	-	3,038	11,338
Interest	-	-	-	-
Events and film	-	-	-	-
Equipment	-	874	874	1,388
Café staff	-	39,118	39,118	35,460
Contracted services	42,304	-	42,304	41,671
Food and beverage	-	26,807	26,807	21,663
	158,181	66,799	224,980	215,168
Governance costs (see note 4)	3,053	-	3,053	9,414
TOTAL EXPENDITURE	161,234	66,799	228,033	224,582

4. ANALYSIS OF GOVERNANCE COSTS

	2024 £	2023 £
Legal and other professional fees	3,053	9,414

Governance costs includes payment of £1,482 (2023 - £1,428) for independent examination fees.

NOTES TO THE FINANCIAL STATEMENTS

5. TOTAL STAFF COSTS

	2024	2023
	£	£
Total wages and salaries	96,478	84,018
Social security costs	492	-
Other pension costs	1,136	895
	98,106	84,913

Average number employed	Number	Number
Centre Manager	1	1
Other Staff	10	9

No employee earned £60,000 per annum or more in the current year or prior year.

Trustees

None of the Trustees (or any persons connected with them) received any remuneration and three Trustees were reimbursed expenses totaling £1,165 during the year.

6. NET INCOME FOR THE YEAR

Net income is stated after charging:

	2024	2023
	£	£
Depreciation	31,224	31,142

7. FINANCIAL INSTRUMENTS

	2024	2023
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	2,261	921
Carrying amount of financial liabilities		
Measured at amortised cost	6,191	3,214

NOTES TO THE FINANCIAL STATEMENTS

8. TANGIBLE ASSETS

	Property Improvements £	Computer Equipment £	Decking £	Toilets £	Furniture and equipment £	Kitchen £	Total £
Cost							
At 1 April 2023	227,932	5,593	2,050	10,821	43,986	8,783	299,165
Additions	7,225	-	-	-	4,053	-	11,278
Disposals	-	-	-	-	-	-	-
At 31 March 2024	235,157	5,593	2,050	10,821	48,039	8,783	310,443
Depreciation							
At 1 April 2023	119,211	5,593	2,050	9,846	29,719	8,782	175,201
Disposals	-	-	-	-	-	-	-
Charge for the year	23,516	-	-	974	6,734	-	31,224
At 31 March 2024	142,727	5,593	2,050	10,820	36,453	8,782	206,425
Net book value At 31 March 2024	**92,430**	**-**	**-**	**1**	**11,586**	**1**	**104,018**
At 31 March 2023	108,721	-	-	975	14,267	1	123,964

9. STOCK

	2024 £	2023 £
Bar stock	2,399	2,102
	2,399	2,102

10. DEBTORS

	2024 £	2023 £
Trade debtors	2,261	921
Prepayments	819	1,106
	3,080	2,027

NOTES TO THE FINANCIAL STATEMENTS

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Payments received on account	-	-
Trade creditors	1,953	766
Other creditors	1,736	-
Accruals and deferred income	2,502	2,448
	6,191	3,214

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Restricted Fund £	Total £
Fund balances at 31 March 2024 are represented by:			
Tangible fixed assets	44,079	59,939	104,018
Current assets	114,623	11,220	125,843
Current liabilities	(6,191)	(-)	(6,191)
	152,511	71,159	223,670

13. RESTRICTED FUNDS

	At 1 April 2023 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2024 £
Lighting project fund	17	-	(116)	99	-
Windows and building fund	2,254	500	(1,212)	-	1,542
Theatre improvements	6,286	-	(1,904)	-	4,382
Garden project	1,432	998	(32)	-	2,398
Grounds improvements fund	12,119	-	(2,558)	-	9,561
Stranger Futures fund	750	-	-	-	750
Boiler replacement fund	1,500	-	(300)	-	1,200
Front door fund	2,248	-	(449)	-	1,799
Fire damage fund	860	-	(172)	-	688
Fire cleaning fund	1,741	-	(363)	-	1,378
Disabled toilet fund	2,207	-	(348)	-	1,859
Green room fund	520	-	(104)	-	416
Census return support fund	3,156	-	-	(3,156)	-
Theatre North Wall fund	-	1,406	-	-	1,406
Buggy Store fund	-	4,120	-	-	4,120
Staff Appreciation fund	-	375	(375)	-	-
Platform lift fund	34,660	5,000	-	-	39,660
Total	69,750	12,399	(7,933)	(3,057)	71,159

NOTES TO THE FINANCIAL STATEMENTS

RESTRICTED FUNDS (continued)

Restricted donations received during the year:

- Platform Lift fund – the remaining £5,000 pledged by the Bernard Sunley Foundation
- North Wall fund – from Malvern Hills Brass Band towards the planned renovation of the Theatre's North Wall
- The Buggy Store fund - from the Co-op Community Fund. Installation planned for 2024/25.
- Garden Projects fund – from the Men's Shed charity for garden containers and equipment
- Staff Appreciation fund – from Waitrose Community Fund for the staff Christmas party
- Windows and Buildings fund – from Malvern Hills Community Foundation for external decoration

A grant of £25,000 from the Postcode Lottery for Stranger Futures was channeled through MYCT until Stranger Futures had established their charitable status and associated bank account, whereupon the £25,000 was transferred to them. We do not regard this as an income or an expense incurred by MYCT.

The Census Return support fund was active in 2021. As instructed by the Census organisers, we invoiced the Census authority for the materials and equipment we needed and for the services we were required to supply, at rates pre-set by the Census authority. The Census authority was satisfied that we had fulfilled its requirements in full, approving and paying our invoices. The balance of funding remaining is not a restricted fund awaiting disposal and is therefore transferred into the unrestricted reserves.

14. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the CIO'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 revisions affects both current and future periods.

15. RELATED PARTY TRANSACTIONS

Remuneration of key management personnel
The remuneration of key management personnel is as follows:

	2024	2023
	£	£
Aggregate compensation	31,924	28,689

No guarantees have been given or received.

Related party transactions
During the year the charity received rent of £11,185 and contribution for admin services of £771 from Malvern Cube Projects.

16. STATEMENT OF FINANCIAL ACTIVITITES – prior year

	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
INCOME				
Donations and legacies	22,315	43,521	65,836	55,367
Charitable activities	171,392	-	171,392	106,299
Other income	-	-	-	-
Investments	144	-	144	21
TOTAL INCOME	193,851	43,521	237,372	161,687
EXPENDITURE				
Charitable activities	201,214	23,368	224,582	184,737
TOTAL EXPENDITURE	201,214	23,368	224,582	184,737
NET INCOME/(EXPENDITURE) FOR THE YEAR/ NET MOVEMENT IN FUNDS	(7,363)	20,153	12,790	(23,050)
TOTAL FUNDS BROUGHT FORWARD	166,588	49,597	216,185	239,235
TRANSFERS	-	-	-	-
TOTAL FUNDS CARRIED FORWARD	159,225	69,750	228,975	216,185

17. RESTRICTED FUNDS – prior year

	At 1 April 2022 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2023 £
Lighting project fund	132	-	115	-	17
Boiler project fund	527	-	527	-	-
Windows and building fund	3,466	-	1,212	-	2,254
Theatre improvements	2,590	5,600	1,904	-	6,286
Flooring project	479	-	479	-	-
Garden project	1,464	-	32	-	1,432
Grounds improvements fund	14,677	-	2,558	-	12,119
Stranger Futures fund	11,288	-	10,538	-	750
Boiler replacement fund	1,800	-	300	-	1,500
Front door fund	2,697	-	449	-	2,248
Fire damage fund	1,032	-	172	-	860
Fire cleaning fund	2,075	-	334	-	1,741
Disabled toilet fund	3,590	-	1,383	-	2,207
Green room fund	624	-	104	-	520
Census return support fund	3,156	-	-	-	3,156
Platform Lift Fund	-	37,921	3,261		34,660
Total	49,597	43,521	23,368	-	69,750

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

England & Wales - Charity number 1166088

Accounts

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

(CHARITABLE INCORPORATED ORGANISATION)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

Charity Registration Number: 1166088

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)
YEAR ENDED 31 MARCH 2023

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MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)
YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

The Trustees present their report and accounts for the year ended 31 March 2023.

The accounts have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the CIO's constitution, the Charities Act 2011, and '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) Section 1A small entities (from 1 January 2019)'.

Objectives and activities

Malvern Youth and Community Trust (MYCT) was set up in 2012 after it obtained a long term lease on a former youth centre. Service to local young people was a condition of its lease, and alongside building a centre for the community, this has remained part of MYCT's vision and purpose. Its aims and objectives are to benefit the residents of Malvern and the surrounding area by providing facilities and opportunities which promote social welfare, education, recreation and leisure time occupation, including provision for young people. Since 2016 provision for young people has been led by a separate sister charity Malvern Cube Projects (MCP). MYCT and MCP's objectives are realised by working in collaboration with the residents and the local authorities, voluntary and other organisations.

MYCT's principal function is to facilitate and provide space and opportunities for local residents to come together and share a feeling of community through operating a community centre known as Malvern Cube. Here it hires rooms at affordable rates to community and support groups in line with its charitable objectives. It uses its theatre space to promote and encourage performance of many types, the development of which has been a key focus initiated in 2020 and continuing in 2021 and 2022. MYCT encourages recreation through sport, leisure and wellbeing activities. It hosts a youth club and provides rooms for delivery of education and training.

Public Benefit

The trustees consider that they have complied with the duty in section 4 of the Charities Act 2011, in having due regard to public benefit.

Achievements and performance

Although the previous year saw a return to near-normal after the 2-year disruption of the pandemic, its shadow and after-effects still lingered into the first half of 2022. It was evident from the number of hirers and the financial results that things did not really get back to normal until the full resumption of regular groups from September onwards.

Having said that, there was much to look back on with pleasure and some satisfaction at a 'job well done'.

Firstly, in May 2022, we celebrated the 10th anniversary of the launch of the Malvern Cube in 2012. This was a happy event attended by many who had supported us through the growing pains of our first decade, to the point where we were now a successful, sustainable and above all inclusive part of Malvern life.

It was therefore highly significant later in the year, when after years of on-off negotiations, the County Council finally agreed to extend our lease from the 20 years it had become, to 40 years from the date of signing. This was not just an expression of belief in our community value and sustainability, but also opened the door to major donors who require this level of confidence in our long term future when considering grants for significant capital spending.

Secondly, we brought our highest value project to date to completion, on time and on budget, and overcoming serious practical obstacles on the way, to make life at the Cube much easier for the less able members of our community.
The Cube, like many buildings in Malvern, is built on a significant slope, and is therefore on two levels, with a height difference of approximately 1.5 m (5 feet). For users of the theatre auditorium, this meant that the only

step-free access to the facilities on the upper level was around the outside of the building and back in through the front door. After a wide consultation with users and hirers in 2021 to assess the community's priorities, and after some preliminary research into funding possibilities, the trustees gave the go-ahead to a project to install a lift, suitable for a wheelchair, alongside the internal stairs between the upper and lower levels.

The research had fallen into two halves: the practical solution to what to install, and how to install it; and how to fund the purchase and installation. Once the device had been selected and its installation decided, the next job was how to raise the £45,000 needed to do it! At this point, the value of our local connections became apparent, as we were able to access the funding opportunity afforded by the Spacehive crowdfunding programme, supported by Malvern Hills District Council (MHDC).

Spacehive is a national programme that facilitates the crowdfunding of community projects. It is widely used by local authorities to assess the support for projects in their area, and to dispense funds to those projects that are clearly enjoying wide community support. MHDC is one such authority participating in this scheme. They agreed in effect to match our fundraising effort if we could raise half our target, provided we could show wide community support through numbers of individual pledges (however small: most were in the range of £5-50). The public launch of GUAL – the Give Us A Lift campaign - resulted in pledges from individuals (demonstrating widespread local support) of over £500, and grants from The National Lottery Community Fund (£10k), the Theatres Trust (£5k), and the Bernard Sunley Foundation (£5k). In the space of 3 months, and with the extra funding from MHDC, we were able to reach our target, and get started!

Building work soon unearthed a major problem: asbestos, which delayed matters while a specialist contractor removed it safely and securely while not affecting day-to-day operations. Nonetheless, the installation was completed within budget in early 2023, and the official opening took place on 30th March 2023.

While this was by far our biggest single project yet, another significant project provided our performing artists much greater scope and versatility through so-called stage-blocks, which allow them to construct sets to suit their performance and change scenery between scenes quickly and safely, This was enabled by a grant from the Elmley Foundation and some smaller local donations.

Alongside these improvements to our buildings and equipment came the completion of our IT upgrade, in which the Malvern Cube email and file storage system were finally brought inside a reliable firewall, making our life both more secure and more efficient.

Staffing and Volunteers

While noting these welcome improvements to our infrastructure, the Cube would be nothing without the people who keep it running day-to-day, from the Centre manager and the office team, to the staff who keep it clean and well-maintained, the staff and volunteers who run the café, and the team of staff and volunteers who ensure our events run smoothly for performers and audience alike. The steady stream of comments on the warm welcome, the lively positive atmosphere, and the sheer joy of participation, tells us we are providing a real community benefit that is enjoyed and appreciated by all who come through the doors.

Financial Review

These accounts have been prepared for the financial year ending 31 March 2023.

The amount of reserves as at the balance sheet date amounted to £228,975 (2022 - £216,185) including restricted funds of £69,750 (2022 - £49,597). Free reserves, which includes unrestricted funds after eliminating tangible fixed assets amounted to £35,261 (2022 – 56,743).

As already noted, the lingering effects of the pandemic into the first half of 2022 were reflected in the financial performance. The first half of the 2022-23 financial year posted an uncomfortable operating deficit, but the second half provided an abrupt and very welcome step change that enabled us to finish the year with an operational surplus. More importantly, it also gave us the confidence to approve a break-even budget for the following year

TRUSTEES' REPORT

despite the steep rises in inflation and the cost of living.

We are grateful for the financial support we received from The National Lottery Community Fund, The Theatres Trust, The Bernard Sunley Foundation, Malvern Hills District Council, and the many individual donors, who between them enabled the Give Us A Lift campaign and made life so much easier for our less able users. In addition, unrestricted grants from the Bransford Trust (donated through the Worcestershire Community Foundation), the Spectris Foundation, and County Councillor B. Nielsen's discretionary fund, enabled us to support the physical and mental health of a wide variety of users through our community room rates and community café.

The net effect by the end of the year was a modest operational surplus, and a healthy bank balance at year end of £104k, of which £20k resided in our 'rainy day' reserve account.

Risk management

The trustees both directly and through the Centre Manager conduct an on-going process of risk assessment in every area of the Cube's operational life. The policy on Risk Management was reviewed, along with those on Health and Safety, Safeguarding, and Finance. All other policies are part of an on-going system of annual or bi-annual review.

Structure, Governance and Management

Malvern Youth and Community Trust which runs Malvern Cube is a Charitable Incorporated Organisation, charity registration number 1166088. Its constitution sets out its governance through a board of trustees, defining their duties and how they should conduct the business of the charity.

The trustees delegate the day-to-day management of the charity to the Centre Manager whose remuneration they review regularly.

None of the trustees has any financial or beneficial interest in the charity.

Legal and administrative information

The Charity Registration Number: 1166088

Registered Office: Albert Road North, Malvern WR14 2YF

Trustees serving at 1 April 2022 and 31 March 2023, and changes up to the signing of this report:

K Humphries
C Bennion
M J Chuck
J Cross
C George
R Christie
A Warnock (appointed 16.11.23)
J D Terry (resigned 24.04.22)
J Ashley (resigned 01.11.22)
G Lloyd (resigned 04.05.23)

Secretary: R Christie
Treasurer: M Chuck
Independent Examiner: Elizabeth Eyre FCA, Elizabeth Eyre Limited, Bank Street Business Centre, 6 Bank Street, Malvern WR14 2JN

TRUSTEES' REPORT

Appointment of Trustees

The Trustees recognise the need for strong and effective governance, and therefore actively recruit suitable new members to join the Board of Trustees, to provide the knowledge, experience, wisdom and commitment necessary to run the charity effectively.

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the CIO and of the incoming resources and application of resources of the CIO for that year.

In preparing these accounts, the Trustees are required to:

- select suitable accounting policies, and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments 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 accounts; and
- prepare the accounts on the going concern basis, unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the CIO, and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the CIO, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the non-financial and financial information included on the CIO's website. Legislation in the United Kingdom governing the preparation and dissemination of the accounts may differ from legislation in other jurisdictions.

On behalf of the Trustees

M Chuck
Trustee
18th January 2024

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

I report to the trustees on my examination of the accounts of the charity for the year ended 31 March 2023, which are set out on pages 6 to 18.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts 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 which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.

Elizabeth Eyre

Elizabeth Eyre FCA
Elizabeth Eyre Limited
Bank Street Business Centre
6 Bank Street
Malvern
WR14 2JN

Date: 19th January **2024**

STATEMENT OF FINANCIAL ACTIVITITES
(including income and expenditure account)

	Note	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
INCOME					
Donations and legacies	2	22,315	43,521	65,836	55,367
Charitable activities	2	171,392	-	171,392	106,299
Other income	2	-	-	-	-
Investments	2	144	-	144	21
TOTAL INCOME		193,851	43,521	237,372	161,687
EXPENDITURE					
Charitable activities	3	201,214	23,368	224,582	184,737
TOTAL EXPENDITURE		201,214	23,368	224,582	184,737
NET INCOME/(EXPENDITURE) FOR THE YEAR/ NET MOVEMENT IN FUNDS		(7,363)	20,153	12,790	(23,050)
TOTAL FUNDS BROUGHT FORWARD		166,588	49,597	216,185	239,235
TRANSFERS		-	-	-	-
TOTAL FUNDS CARRIED FORWARD		159,225	69,750	228,975	216,185

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 18 form part of these financial statements.

BALANCE SHEET

	Note	2023 £	2023 £	2022 £	2022 £
FIXED ASSETS					
Tangible assets	8		123,964		109,845
CURRENT ASSETS					
Stock	9	2,102		841	
Debtors	10	2,027		2,663	
Cash at bank and in hand		104,096		108,785	
Total current assets		108,225		112,289	
Creditors: amounts falling due within one year	11	(3,214)		(5,949)	
NET CURRENT ASSETS			105,011		106,340
NET ASSETS			228,975		216,185
FUNDS					
Restricted funds	13		69,750		49,597
Unrestricted funds			159,225		166,588
			228,975		216,185

These accounts were approved by the Trustees on 18th January, 2024 and signed on their behalf by:

M W Chuck Karen Humphries

K Humphries
Trustee

M Chuck
Trustee

The notes on pages 8 to 18 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Company information
Malvern Youth and Community Trust (Malvern Cube) is a Charitable Incorporated Organisation. Its registered office is Albert Road North, Malvern, Worcestershire, WR14 2YF.

a) Basis of Accounting
The accounts 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).

The CIO meets the definition of a public benefit entity under FRS 102.

The accounts have been prepared in sterling, which is the functional currency of the CIO. Monetary amounts in these accounts are rounded to the nearest £.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

b) Incoming Resources
Income is recognised in the Statement of Financial Activities when the CIO has an entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and can measured reliably.

Cash donations are recognised on receipt. Other donations are recognized once the CIO 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.

Legacies are recognised on receipt or otherwise if the CIO has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Rent received in advance for the hire of rooms has been deferred to the period in which the rent relates.

c) Donated services
The value of services provided by volunteers has not been included in income.

d) Resources expended
All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to that category. Expenditure includes any VAT which cannot be recovered. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Creditors represent the amount the charity anticipates it will pay to settle a debt or a provision for goods and services it has received not yet invoiced, measured at settlement amount.

e) Allocation of support costs
Support costs are those functions that assist the work of the Society but do not directly undertake charitable activities. Support costs include governance costs which support the Society's activities.

NOTES TO THE FINANCIAL STATEMENTS

f) 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:

Property improvements	10% on cost
Computer equipment	33 1/3% on cost
Decking	10% on cost
Toilets	10% on cost
Furniture and equipment	25% on cost
Kitchen	10% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

g) Impairment of fixed assets

At each reporting end date, the CIO reviews the carrying amount of its tangible and intangible 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).

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cashflows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment is recognised immediately, unless the relevant asset is carried in at a revalued amount, I which case the reversal of the impairment loss is treated as a revaluation increase.

h) Stock

Stock is valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less estimated cost of disposal.

i) Pensions

The CIO also operates a pension scheme through NEST in accordance with the Auto Enrolment regulations.

j) Fund accounting

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity unless the funds have been designated for other purposes.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.
- Endowment funds are subject to specific conditions by donors that the capital must be maintained by the CIO.

NOTES TO THE FINANCIAL STATEMENTS

k) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Society; this is normally upon notification of the interest paid or payable by the Bank.

l) Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the CIO is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

m) Financial instruments

The CIO 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 CIO's balance sheet when the CIO 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.

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 receipts 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 derecognized when the CIO's contractural obligations expire or are discharged or cancelled.

n) Preparation of the accounts on a going concern basis

At the time of approving the accounts, the Trustees have a reasonable expectation that the CIO has adequate resources to continue in operation existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

NOTES TO THE FINANCIAL STATEMENTS

o) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2. ANALYSIS OF INCOME

	Unrestricted funds £	Restricted funds £	Total 2023 £	Total 2022 £
Donations and legacies				
Donations and gifts	22,315	43,521	65,836	55,367
	22,315	43,521	65,836	55,367
Donations and gifts				
Bransford Trust	15,000	-	15,000	5,000
Postcode Lottery	-	-	-	20,000
Goodthings Foundation	-	-	-	1,960
Hawthorne Charitable Trust	-	-	-	6,250
Gift Aid	-	-	-	1,000
Spectris Foundation	2,000	-	2,000	-
National Lottery Community Fund	-	9,627	9,627	-
Spacehive	-	22,645	22,645	-
Theatres Trust	-	5,000	5,000	-
The Elmley Foundation	-	5,600	5,600	-
WCC Councillor's Discretionary Fund	1,500	-	1,500	-
Other	3,815	649	4,464	2,118
	22,315	43,521	65,836	36,328
Government covid grants				
Omicron Hospitality Grant	-	-	-	4,000
Job Retention Scheme	-	-	-	3,039
Business Interruption Grant	-	-	-	12,000
	-	-	-	19,039
Charitable activities				
Sales within charitable activities	171,392	-	171,392	106,299
	171,392	-	171,392	106,299
Investments				
Interest receivable	144	-	144	21
	144	-	144	21
Other income				
Other income	-	-	-	-
	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

3. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Cube Operating expenses £	Cafe £	Total 2023 £	Total 2022 £
Management staff costs	29,583	-	29,583	29,870
Depreciation and impairment	31,142	-	31,142	26,624
Gas, electricity and water	3,787	-	3,787	2,111
Premises, repairs and maintenance	19,918	-	19,918	22,050
Telephone, broadband, postage and Stationery	3,640	-	3,640	3,202
Insurance	1,844	-	1,844	5,591
Advertising, public relations and web	2,524	-	2,524	3,909
Licences and subscriptions	3,514	-	3,514	3,394
Other	7,696	-	7,696	7,124
Project expenses	11,338	-	11,338	9,607
Interest	-	-	-	-
Events and film	-	-	-	-
Equipment	-	1,388	1,388	2,315
Café staff	-	35,460	35,460	29,500
Contracted services	41,671	-	41,671	24,201
Food and beverage	-	21,663	21,663	13,381
	156,657	58,511	215,168	182,879
Governance costs (see note 4)	9,414	-	9,414	1,858
TOTAL EXPENDITURE	166,071	58,511	224,582	184,737

4. ANALYSIS OF GOVERNANCE COSTS

	2023 £	2022 £
Legal and other professional fees	9,414	1,858

Governance costs includes payment of £1,428 (2022 - £1,260) for independent examination fees.

NOTES TO THE FINANCIAL STATEMENTS

5. TOTAL STAFF COSTS

	2023	2022
	£	£
Total wages and salaries	84,018	65,654
Social security costs	-	468
Other pension costs	895	784
	84,913	66,906

Average number employed	Number	Number
Centre Manager	1	1
Other Staff	9	6

No employee earned £60,000 per annum or more in the current year or prior year.

Trustees

None of the Trustees (or any persons connected with them) received any remuneration and three Trustees were reimbursed expenses totaling £1,028 during the year.

6. NET INCOME FOR THE YEAR

Net income is stated after charging:

	2023	2022
	£	£
Depreciation	31,142	26,624

7. FINANCIAL INSTRUMENTS

	2023	2022
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	921	1,150
Carrying amount of financial liabilities		
Measured at amortised cost	3,214	5,949

NOTES TO THE FINANCIAL STATEMENTS

8. TANGIBLE ASSETS

	Property Improvements £	Computer Equipment £	Decking £	Toilets £	Furniture and equipment £	Kitchen £	Total £
Cost							
At 1 April 2022	195,317	5,593	2,050	10,821	31,340	8,783	253,904
Additions	32,615	-	-	-	12,646	-	45,261
Disposals	-	-	-	-	-	-	-
At 31 March 2023	227,932	5,593	2,050	10,821	43,986	8,783	299,165
Depreciation							
At 1 April 2022	96,417	5,427	2,050	8,764	22,619	8,782	144,059
Disposals	-	-	-	-	-	-	-
Charge for the year	22,794	166	-	1,082	7,100	-	31,142
At 31 March 2023	119,211	5,593	2,050	9,846	29,719	8,782	175,201
Net book value At 31 March 2023	**108,721**	-	-	**975**	**14,267**	**1**	**123,964**
At 31 March 2022	98,900	166	-	2,057	8,721	1	109,845

9. STOCK

	2023 £	2022 £
Bar stock	2,102	841
	2,102	841

10. DEBTORS

	2023 £	2022 £
Trade debtors	921	1,150
Prepayments	1,106	1,513
	2,027	2,663

NOTES TO THE FINANCIAL STATEMENTS

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Payments received on account	-	-
Trade creditors	766	2,859
Other creditors	-	786
Accruals and deferred income	2,448	2,304
	3,214	5,949

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Restricted Fund £	Total £
Fund balances at 31 March 2023 are represented by:			
Tangible fixed assets	54,214	69,750	123,964
Current assets	108,225	-	108,225
Current liabilities	(3,214)	(-)	(3,214)
	159,225	69,750	228,975

13. RESTRICTED FUNDS

	At 1 April 2022 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2023 £
Lighting project fund	132	-	115	-	17
Boiler project fund	527	-	527	-	-
Windows and building fund	3,466	-	1,212	-	2,254
Theatre improvements	2,590	5,600	1,904	-	6,286
Flooring project	479	-	479	-	-
Garden project	1,464	-	32	-	1,432
Grounds improvements fund	14,677	-	2,558	-	12,119
Stranger Futures fund	11,288	-	10,538	-	750
Boiler replacement fund	1,800	-	300	-	1,500
Front door fund	2,697	-	449	-	2,248
Fire damage fund	1,032	-	172	-	860
Fire cleaning fund	2,075	-	334	-	1,741
Disabled toilet fund	3,590	-	1,383	-	2,207
Green room fund	624	-	104	-	520
Census return support fund	3,156	-	-		3,156
Platform lift fund	-	37,921	3,261	-	34,660
Total	49,597	43,521	23,368	-	69,750

NOTES TO THE FINANCIAL STATEMENTS

RESTRICTED FUNDS (continued)

Restricted donations received during the year:

- Stranger Futures fund – Postcode Lottery funding for a collaborative project between Malvern Cube as the venue and Stranger Futures Theatre Company to devise community theatre at Malvern Cube.
- Platform Lift fund – grants received of £25,645 from MHDS and others through Spacehive, £5,000 from Theatres Trust, £9,627 from TNL Community Fund and £649 in smaller donations.
- Theatre Improvements fund - £5,600 received from The Elmley Foundation for the cost of the stage blocks.

The grant for £5,000 from the Bernard Sunley Foundation mentioned earlier in the report was received after 31st March 2023.

14. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the CIO'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 revisions affects both current and future periods.

15. RELATED PARTY TRANSACTIONS

Remuneration of key management personnel
The remuneration of key management personnel is as follows:

	2023	2022
	£	£
Aggregate compensation	28,689	28,688

No guarantees have been given or received.

Related party transactions
During the year the charity received rent of £9,285 and contribution for admin services of £2,345 from Malvern Cube Projects.

16. STATEMENT OF FINANCIAL ACTIVITITES – prior year

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
INCOME				
Donations and legacies	35,367	20,000	55,367	101,116
Charitable activities	106,299	-	106,299	26,109
Other income	-	-	-	100
Investments	21	-	21	57
TOTAL INCOME	141,687	20,000	161,687	127,382
EXPENDITURE				
Charitable activities	165,888	18,849	184,737	97,411
TOTAL EXPENDITURE	165,888	18,849	184,737	97,411
NET INCOME/(EXPENDITURE) FOR THE YEAR/ NET MOVEMENT IN FUNDS	(24,201)	1,151	(23,050)	29,971
TOTAL FUNDS BROUGHT FORWARD	190,789	48,446	239,235	209,264
TRANSFERS	-	-	-	-
TOTAL FUNDS CARRIED FORWARD	166,588	49,597	216,185	239,235

17. RESTRICTED FUNDS – prior year

	At 1 April 2021 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2022 £
Lighting project fund	247	-	115	-	132
Boiler project fund	2,972	-	2,445	-	527
Windows and building fund	4,678	-	1,212	-	3,466
Theatre improvements	2,803	-	213	-	2,590
Flooring project	1,232	-	753	-	479
Garden project	1,496	-	32	-	1,464
Grounds improvements fund	17,235	-	2,558	-	14,677
Stranger Futures fund	-	20,000	8,712	-	11,288
Boiler replacement fund	2,100	-	300	-	1,800
Front door fund	3,147	-	450	-	2,697
Fire damage fund	1,204	-	172	-	1,032
Fire cleaning fund	2,409	-	334	-	2,075
Disabled toilet fund	5,039	-	1,449	-	3,590
Green room fund	728	-	104	-	624
Census return support fund	3,156	-	-	-	3,156
Total	48,446	20,000	18,849	-	49,597

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

England & Wales - Charity number 1166088

Accounts

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

(CHARITABLE INCORPORATED ORGANISATION)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

Charity Registration Number: 1166088

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)
YEAR ENDED 31 MARCH 2022

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MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)
YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

The Trustees present their report and accounts for the year ended 31 March 2022.

The accounts have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the CIO's constitution, the Charities Act 2011, and '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) Section 1A small entities (from 1 January 2019)'.

Objectives and activities

Malvern Youth and Community Trust (MYCT) was set up in 2012 after it obtained a long term lease on a former youth centre. Service to local young people was a condition of its lease, and alongside building a centre for the community, this has remained part of MYCT's vision and purpose. Its aims and objectives are to benefit the residents of Malvern and the surrounding area by providing facilities and opportunities which promote social welfare, education, recreation and leisure time occupation, including provision for young people. Since 2016 provision for young people has been led by a separate sister charity Malvern Cube Projects (MCP). MYCT and MCP's objectives are realised by working in collaboration with the residents and the local authorities, voluntary and other organisations.

MYCT's principal function is to facilitate and provide space and opportunities for local residents to come together and share a feeling of community through operating a community centre known as Malvern Cube. Here it hires rooms at affordable rates to community and support groups in line with its charitable objectives. It uses its theatre space to promote and encourage performance of many types, the development of which has been a key focus initiated in 2020 and continuing in 2021. MYCT encourages recreation through sport, leisure and wellbeing activities. It hosts a youth club and provides rooms for delivery of education and training.

Public Benefit

The trustees consider that they have complied with the duty in section 4 of the Charities Act 2011, in having due regard to public benefit.

Achievements and performance

Firstly it has been wonderful to see the Cube move away from the restrictions imposed by Covid lockdown and return in a measured and safe way to normal delivery during the period covered by this report. The centre was open tentatively from mid May. Bookings began to take off in September; recovery was strong and all regular services to our local community were back to near-normal by January 2022, and have developed further since.

MYCT's achievements in the past year may be divided into those concerned with structural review and development, and those to do with celebration. Underpinning both areas was a major and very successful overhaul of our IT systems to make them more robust, more efficient, and more secure so that our community of staff, visitors and vulnerable people both young and adult are less at risk. Also foundational for Malvern Cube is the continuing dialogue with Worcestershire County Council to secure a new forty year lease. Our current one has increasingly insufficient years left to convince grant making bodies that we are here to stay. This conversation is progressing in the right direction. The third element underpinning MYCT this year has been the review of the current Strategic Plan and the writing of a new one to guide us until 2025.
The structural and developmental achievements built on these strong foundations were these:-

- The completion of a new Performing Arts strategy which says that in the context of Performing Arts, Malvern Cube is a place where people gather, engage in creative and cultural activities and events, expand their horizons and express themselves: the community, including community groups, can enjoy inclusive, ethical, diverse performances: affordable performances of all kinds, in friendly, comfortable accessible surroundings can be found at Malvern Cube.
- Completion of a three year review of our work force

TRUSTEES' REPORT

- Review of personal safety for staff and volunteers, including training from the Suzi Lamplugh Trust
- Return post Covid of two annual signature events, Cube Shuffle, a showcase event for all groups associated with Malvern Cube, and Feast Festival with workshops, installations and performances.
- Reinstatement of Live Musical Gigs
- A Postcode Lottery funded joint project with Strange Futures for a community-facing performance project based around food. The first of three separate performance pieces planned for 2022, The Last Restaurant, was performed in late Jan 2022. This included the work of pupils of St Mattias' School. Attendees were asked to provide donations to Malvern Foodbank - 25 bags of groceries were delivered
- Good progress with raising funds for our 10th year anniversary project, the installation of a platform lift linking the two levels of our building, making it fully accessible.
- Repainting of the Garden Café walls by volunteers

All these achievements have contributed to Malvern Cube being a safe, dynamic, exciting and accessible place where the whole local community can benefit from what is offered there in terms of recreation, leisure and education.

Staffing and Volunteers

MYCT is an organisation run "By the community for the community". We are indebted to the volunteer trustee body and the energetic body of volunteers who help in the café, the office and the garden to enable MYCT to fulfil its aims. The atmosphere, smooth and safe running and lively dynamic of Malvern Cube is due in large part to our staff and our amazing centre manager. A big thank you to you all.

Financial Review

These accounts have been prepared for the financial year ending 31 March 2022.

The amount of reserves as at the balance sheet date amounted to £216,185 (2021 - £239,235) including restricted funds of £49,597 (2021 - £48,446). Free reserves, which includes unrestricted funds after eliminating tangible fixed assets amounted to £56,743 (2021 - £63,220).

Unsurprisingly, the year was challenging from a financial perspective. The gradual reopening of the Cube from April onwards, and the return of Cube users following the Covid pandemic meant that income lagged behind expenses. The emergence of the Omicron variant later in the year also temporarily affected numbers using the Cube, with an additional impact on hire and café income, although this was mitigated somewhat by the OHLG grant of £4,000 (part of the Government's support for the hospitality industry).

We are grateful for the financial support we received during the year: from Government, in the form of Covid grants and the Job Retention Scheme; from individual donors; and from other charitable trusts, notably the Bransford Trust, the Hawthorne Charitable trust and the Goodthings Foundation.

The net effect by the end of the year was an operational deficit of £23,050 but nonetheless a healthy bank balance which positions the Cube well for the future.

Risk management

The trustees both directly and through the centre manager conduct an on-going process of risk assessment in every area of the Cube's operational life. This year a new and thorough Fire Risk assessment was undertaken. In addition to reviewing annually our Health and Safety and Safeguarding policies, all other policies are part of an on-going system of annual or bi-annual review. In 2021 work started on reviewing our hirer agreement to continue to ensure appropriate measures are in place for both day time and evening lettings, the latter being an area of

TRUSTEES' REPORT

growth. Hirers are required to have the correct risk assessments and safeguarding policies in place in accordance with the conditions set out in the agreement.

Structure, Governance and Management

Malvern Youth and Community Trust which runs Malvern Cube is a Charitable Incorporated Organisation, charity registration number 1166088. Its constitution sets out its governance through a board of trustees, defining their duties and how they should conduct the business of the charity.

The trustees delegate the day-to-day management of the charity to the Centre Manager whose remuneration they review regularly.

None of the trustees has any financial or beneficial interest in the charity.

Legal and administrative information

The Charity Registration Number: 1166088

Registered Office: Albert Road North, Malvern WR14 2YF

Trustees serving at 1 April 2021 and 31 March 2022, and changes up to the signing of this report:

K Humphries
C E Bennion
M J Chuck
G Lloyd
J D Terry (resigned 24.04.22)
J Cross
C George
J Ashley (appointed 17.11.21, resigned 01.11.22)
R Christie (appointed 16.09.21)

Secretary: G Lloyd
Treasurer: M Chuck
Independent Examiner: Elizabeth Eyre FCA, Elizabeth Eyre Limited, Bank Street Business Centre, 6 Bank Street, Malvern WR14 2JN

Appointment of Trustees

The Trustees recognise the need for strong and effective governance, and therefore actively recruit suitable new members to join the Board of Trustees, to provide the knowledge, experience, wisdom and commitment necessary to run the charity effectively.

TRUSTEES' REPORT

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the CIO and of the incoming resources and application of resources of the CIO for that year.

In preparing these accounts, the Trustees are required to:

- select suitable accounting policies, and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments 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 accounts; and
- prepare the accounts on the going concern basis, unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the CIO, and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the CIO, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the non-financial and financial information included on the CIO's website. Legislation in the United Kingdom governing the preparation and dissemination of the accounts may differ from legislation in other jurisdictions.

On behalf of the Trustees

M Chuck
Trustee
19 Jan 2023

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

YEAR ENDED 31 MARCH 2022

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

I report to the trustees on my examination of the accounts of the charity for the year ended 31 March 2022, which are set out on pages 6 to 18.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts 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 which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.

Elizabeth Eyre

Elizabeth Eyre FCA
Elizabeth Eyre Limited
Bank Street Business Centre
6 Bank Street
Malvern
WR14 2JN

Date: 24th January 2023

STATEMENT OF FINANCIAL ACTIVITITES
(including income and expenditure account)

	Note	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
INCOME					
Donations and legacies	2	35,367	20,000	55,367	101,116
Charitable activities	2	106,299	-	106,299	26,109
Other income	2	-	-	-	100
Investments	2	21	-	21	57
TOTAL INCOME		141,687	20,000	161,687	127,382
EXPENDITURE					
Charitable activities	3	165,888	18,849	184,737	97,411
TOTAL EXPENDITURE		165,888	18,849	184,737	97,411
NET (EXPENDITURE)/INCOME FOR THE YEAR/ NET MOVEMENT IN FUNDS		(24,201)	1,151	(23,050)	29,971
TOTAL FUNDS BROUGHT FORWARD		190,789	48,446	239,235	209,264
TRANSFERS		-	-	-	-
TOTAL FUNDS CARRIED FORWARD		166,588	49,597	216,185	239,235

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 18 form part of these financial statements.

BALANCE SHEET

	Note	2022 £	2022 £	2021 £	2021 £
FIXED ASSETS					
Tangible assets	8		109,845		127,569
CURRENT ASSETS					
Stock	9	841		50	
Debtors	10	2,663		14,322	
Cash at bank and in hand		108,785		100,310	
Total current assets		112,289		114,682	
Creditors: amounts falling due within one year	11	(5,949)		(3,016)	
NET CURRENT ASSETS			106,340		111,666
NET ASSETS			216,185		239,235
FUNDS					
Restricted funds	13		49,597		48,446
Unrestricted funds			166,588		190,789
			216,185		239,235

These accounts were approved by the Trustees on 19th Jan 2023 and signed on their behalf by:

Karen Humphries

K Humphries
Trustee

M Chuck

M Chuck
Trustee

The notes on pages 8 to 18 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Company information
Malvern Youth and Community Trust (Malvern Cube) is a Charitable Incorporated Organisation. Its registered office is Albert Road North, Malvern, Worcestershire, WR14 2YF.

a) Basis of Accounting
The accounts 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).

The CIO meets the definition of a public benefit entity under FRS 102.

The accounts have been prepared in sterling, which is the functional currency of the CIO. Monetary amounts in these accounts are rounded to the nearest £.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

b) Incoming Resources
Income is recognised in the Statement of Financial Activities when the CIO has an entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and can measured reliably.

Cash donations are recognised on receipt. Other donations are recognized once the CIO 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.

Legacies are recognised on receipt or otherwise if the CIO has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Rent received in advance for the hire of rooms has been deferred to the period in which the rent relates.

c) Donated services
The value of services provided by volunteers has not been included in income.

d) Resources expended
All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to that category. Expenditure includes any VAT which cannot be recovered. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Creditors represent the amount the charity anticipates it will pay to settle a debt or a provision for goods and services it has received not yet invoiced, measured at settlement amount.

e) Allocation of support costs
Support costs are those functions that assist the work of the Society but do not directly undertake charitable activities. Support costs include governance costs which support the Society's activities.

NOTES TO THE FINANCIAL STATEMENTS

f) 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:

Property improvements	10% on cost
Computer equipment	33 1/3% on cost
Decking	10% on cost
Toilets	10% on cost
Furniture and equipment	25% on cost
Kitchen	10% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

g) Impairment of fixed assets

At each reporting end date, the CIO reviews the carrying amount of its tangible and intangible 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).

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cashflows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment is recognised immediately, unless the relevant asset is carried in at a revalued amount, I which case the reversal of the impairment loss is treated as a revaluation increase.

h) Stock

Stock is valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less estimated cost of disposal.

i) Pensions

The CIO also operates a pension scheme through NEST in accordance with the Auto Enrolment regulations.

j) Fund accounting

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity unless the funds have been designated for other purposes.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.
- Endowment funds are subject to specific conditions by donors that the capital must be maintained by the CIO.

NOTES TO THE FINANCIAL STATEMENTS

k) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Society; this is normally upon notification of the interest paid or payable by the Bank.

l) Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the CIO is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

m) Financial instruments

The CIO 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 CIO's balance sheet when the CIO 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.

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 receipts 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 derecognized when the CIO's contractural obligations expire or are discharged or cancelled.

n) Preparation of the accounts on a going concern basis

At the time of approving the accounts, the Trustees have a reasonable expectation that the CIO has adequate resources to continue in operation existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

NOTES TO THE FINANCIAL STATEMENTS

o) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2. ANALYSIS OF INCOME

	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
Donations and legacies				
Donations and gifts	35,367	20,000	55,367	101,116
	35,367	20,000	55,367	101,116
Donations and gifts				
Bransford Trust	5,000	-	5,000	30,000
Postcode Lottery	-	20,000	20,000	-
Goodthings Foundation	1,960	-	1,960	3,418
Hawthorne Charitable Trust	6,250	-	6,250	-
Gift Aid	1,000	-	1,000	-
Sports Partnership	-	-	-	1,016
Ready Steady Worcestershire	-	-	-	2,000
WCC Councillor's Discretionary Fund	-	-	-	2,000
Other	2,118	-	2,118	1,316
	16,328	20,000	36,328	39,750
Government covid grants				
Small business grants	-	-	-	25,000
Omicron Hospitality Grant	4,000	-	4,000	-
Job Retention Scheme	3,039	-	3,039	17,512
Business interruption grants	12,000	-	12,000	15,900
	19,039	-	19,039	58,412
Other covid related donations				
Hawthorne Charitable Trust	-	-	-	1,500
Holly Mount United Reform Church	-	-	-	1,225
Public appeal	-	-	-	229
	-	-	-	2,954
Charitable activities				
Sales within charitable activities	106,299	-	106,299	26,109
	106,299	-	106,299	26,109
Investments				
Interest receivable	21	-	21	57
	21	-	21	57
Other income				
Other income	-	-	-	100
	-	-	-	100

NOTES TO THE FINANCIAL STATEMENTS

3. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Cube Operating expenses £	Cafe £	Total 2022 £	Total 2021 £
Management staff costs	29,870	-	29,870	25,142
Depreciation and impairment	26,624	-	26,624	26,478
Gas, electricity and water	2,111	-	2,111	2,972
Premises, repairs and maintenance	22,050	-	22,050	9,870
Telephone, broadband, postage and stationery	3,202	-	3,202	1,549
Insurance	5,591	-	5,591	3,101
Advertising, public relations and web	3,909	-	3,909	1,091
Licences and subscriptions	3,394	-	3,394	1,856
Other	7,124	-	7,124	1,475
Project expenses	9,607	-	9,607	2,282
Interest	-	-	-	422
Events and film	-	-	-	-
Equipment	-	2,315	2,315	746
Café staff	-	29,500	29,500	15,658
Contracted services	24,201	-	24,201	567
Food and beverage	-	13,381	13,381	2,114
	137,683	45,196	182,879	95,323
Governance costs (see note 4)	1,858	-	1,858	2,088
TOTAL EXPENDITURE	139,541	45,196	184,737	97,411

4. ANALYSIS OF GOVERNANCE COSTS

	2022 £	2021 £
Legal and other professional fees	1,858	2,088

Governance costs includes payment of £1,260 (2021 - £1,200) for independent examination fees.

NOTES TO THE FINANCIAL STATEMENTS

5. TOTAL STAFF COSTS

	2022	2021
	£	£
Total wages and salaries	65,654	39,699
Social security costs	468	-
Other pension costs	784	551
	66,906	40,250

Average number employed	Number	Number
Centre Manager	1	1
Other Staff	5	-
Café Co-ordinator	1	1

No employee earned £60,000 per annum or more in the current year or prior year.

Trustees

None of the Trustees (or any persons connected with them) received any remuneration and one Trustee was reimbursed expenses of £325 during the year.

6. NET INCOME FOR THE YEAR

Net income is stated after charging:

	2022	2021
	£	£
Depreciation	26,624	26,478

7. FINANCIAL INSTRUMENTS

	2022	2021
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	1,150	13,746
Carrying amount of financial liabilities		
Measured at amortised cost	5,949	3,016

NOTES TO THE FINANCIAL STATEMENTS

8. TANGIBLE ASSETS

	Property Improvements £	Computer Equipment £	Decking £	Toilets £	Furniture and equipment £	Kitchen £	Total £
Cost							
At 1 April 2021	195,317	5,593	2,050	10,821	22,440	8,783	245,004
Additions	-	-	-	-	8,900	-	8,900
Disposals	-	-	-	-	-	-	-
At 31 March 2022	195,317	5,593	2,050	10,821	31,340	8,783	253,904
Depreciation							
At 1 April 2021	76,886	4,994	1,845	7,682	18,126	7,902	117,435
Disposals	-	-	-	-	-	-	-
Charge for the year	19,531	433	205	1,082	4,493	880	26,624
At 31 March 2022	96,417	5,427	2,050	8,764	22,619	8,782	144,059
Net book value At 31 March 2022	**98,900**	166	-	**2,057**	**8,721**	1	**109,845**
At 31 March 2021	118,431	599	205	3,139	4,314	881	127,569

9. STOCK

	2022 £	2021 £
Bar stock	841	50
	841	50

10. DEBTORS

	2022 £	2021 £
Trade debtors	1,150	13,746
Prepayments	1,513	576
	2,663	14,322

NOTES TO THE FINANCIAL STATEMENTS

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Payments received on account	-	-
Trade creditors	2,859	246
Other creditors	786	550
Accruals and deferred income	2,304	2,220
	5,949	3,016

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Restricted Fund £	Total £
Fund balances at 31 March 2022 are represented by:			
Tangible fixed assets	60,248	49,597	109,845
Current assets	112,289	-	112,289
Current liabilities	(5,949)	(-)	(5,949)
	166,588	49,597	216,185

13. RESTRICTED FUNDS

	At 1 April 2021 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2022 £
Lighting project fund	247	-	115	-	132
Boiler project fund	2,972	-	2,445	-	527
Windows and building fund	4,678	-	1,212	-	3,466
Theatre improvements	2,803	-	213	-	2,590
Flooring project	1,232	-	753	-	479
Garden project	1,496	-	32	-	1,464
Grounds improvements fund	17,235	-	2,558	-	14,677
Stranger Futures fund	-	20,000	8,712	-	11,288
Boiler replacement fund	2,100	-	300	-	1,800
Front door fund	3,147	-	450	-	2,697
Fire damage fund	1,204	-	172	-	1,032
Fire cleaning fund	2,409	-	334	-	2,075
Disabled toilet fund	5,039	-	1,449	-	3,590
Green room fund	728	-	104	-	624
Census return support fund	3,156	-	-	-	3,156
Total	48,446	20,000	18,849	-	49,597

NOTES TO THE FINANCIAL STATEMENTS

RESTRICTED FUNDS (continued)

Restricted donations received during the year:

- Stranger Futures fund – Postcode Lottery funding for a collaborative project between Malvern Cube as the venue and Stranger Futures Theatre Company to devise community theatre at Malvern Cube.

14. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the CIO'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 revisions affects both current and future periods.

15. RELATED PARTY TRANSACTIONS

Remuneration of key management personnel
The remuneration of key management personnel is as follows:

	2022	2021
	£	£
Aggregate compensation	28,688	24,591

No guarantees have been given or received.

Related party transactions
During the year the charity received rent of £8,677 and contribution for admin services of £1,547 from Malvern Cube Projects.

16. STATEMENT OF FINANCIAL ACTIVITITES – prior year

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
INCOME				
Donations and legacies	92,682	8,434	101,116	31,792
Charitable activities	26,109	-	26,109	171,988
Other income	100	-	100	102
Investments	57	-	57	105
TOTAL INCOME	118,948	8,434	127,382	203,987
EXPENDITURE				
Charitable activities	83,250	14,161	97,411	193,716
TOTAL EXPENDITURE	83,250	14,161	97,411	193,716
NET INCOME/(EXPENDITURE) FOR THE YEAR/ NET MOVEMENT IN FUNDS	35,698	(5,727)	29,971	10,271
TOTAL FUNDS BROUGHT FORWARD	155,091	54,173	209,264	198,993
TRANSFERS	-	-	-	-
TOTAL FUNDS CARRIED FORWARD	190,789	48,446	239,235	209,264

17. RESTRICTED FUNDS – prior year

	At 1 April 2020 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2021 £
Lighting project fund	362	-	115	-	247
Boiler project fund	5,417	-	2,445	-	2,972
Windows and building fund	5,916	-	1,238	-	4,678
Theatre improvements	-	3,016	213	-	2,803
Flooring project	1,985	-	753	-	1,232
Garden project	1,973	-	477	-	1,496
Grounds improvements fund	19,898	-	2,663	-	17,235
Café project fund	1,187	-	1,187	-	-
Boiler replacement fund	2,400	-	300	-	2,100
Front door fund	3,596	-	449	-	3,147
Fire damage fund	1,376	-	172	-	1,204
Fire cleaning fund	2,743	-	334	-	2,409
Disabled toilet fund	6,488	-	1,449	-	5,039
Green room fund	832	-	104	-	728
Eat and Treat project fund		2,000	2,000	-	-
Census return support fund		3,418	262	-	3,156
Total	54,173	8,434	14,161	-	48,446

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

England & Wales - Charity number 1166088

Accounts

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

(CHARITABLE INCORPORATED ORGANISATION)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

Charity Registration Number: 1166088

MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)
YEAR ENDED 31 MARCH 2021

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TRUSTEES' REPORT

The Trustees present their report and accounts for the year ended 31 March 2021.

The accounts have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the CIO's constitution, the Charities Act 2011, and '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) Section 1A small entities (from 1 January 2019)'.

Objectives and activities

Malvern Youth and Community Trust (MYCT) was set up in 2012 after it obtained a long term lease on a former youth centre. Service to local young people was a condition of its lease, and alongside building a centre for the community, this has remained part of MYCT's vision and purpose. Its aims and objectives are to benefit the residents of Malvern and the surrounding area by providing facilities and opportunities which promote social welfare, education, recreation and leisure time occupation, including provision for young people. Since 2016 provision for young people has been led by a separate sister charity Malvern Cube+
Projects (MCP). MYCT and MCP's objectives are realised by working in collaboration with the residents and the local authorities, voluntary and other organisations.

MYCT's principal function is to facilitate and provide space and opportunities for local residents to come together and share a feeling of community through operating a community centre known as Malvern Cube. Here it hires rooms at affordable rates to community and support groups in line with its charitable objectives. It uses its theatre space to promote and encourage performance of many types, the development of which has been a key focus initiated in 2020 and continuing in 2021. MYCT encourages recreation through sport, leisure and wellbeing activities. It hosts a youth club and provides rooms for delivery of education and training.

Public Benefit

The trustees consider that they have complied with the duty in section 4 of the Charities Act 2011, in having due regard to public benefit.

Achievements and performance

The COVID Pandemic of 2020 was the dominant force in the life of Malvern Cube during this period, as it was across business and society. The pro-active and robust approach of MYCT to ever changing advice and regulations, both as an employer and as a provider of community facilities, was due to its committed board of volunteer trustees especially its chair, treasurer and its hard-working, ever alert centre manager. While maintaining safety for staff and centre visitors alike as its primary consideration, MYCT responded quickly and with great adaptability to the fluid situation. It found new ways to serve its community in the present as well as aiming to ensure business continuity and long term sustainability. Local and central government grants and furlough arrangements were pursued appropriately.

The principal achievements of 2020-21 were:-

- Completing and beginning to implement the recommendations of a major review of our workforce
- Making huge progress in a fundamental review of our Performing Arts offer to the community
- Managing to open between the periods of lockdown and to provide a Covid-safe environment for those groups who were allowed through the doors
- Providing a safe environment for the performance of live theatre whilst many other larger institutions remained closed
- Becoming a Census Support venue, generating income for the Cube and pulling together a team of 9 volunteers trained to deliver census support
- Providing 50 'Eat and Treat' bags for a local school in a deprived area

TRUSTEES' REPORT

- Working with hirers to maintain their numbers through virtual (online) meetings where possible, and to prepare for a return to face-to-face classes
- Supporting a young emerging theatre company and one of our existing resident theatre companies to work with the homeless on a piece of theatre in which they participated while the Cube was otherwise closed
- Experiencing great solidarity with other local organisations expressed through Social Media and being supported by local residents who really appreciated visiting the open site as part of their daily exercise. (Little messages, painted stones and crochet hearts were left in the garden to make people smile)

Staffing and Volunteers

At the heart of all that MYCT does is the phrase "By the Community For the Community". MYCT continues to be driven by its volunteer trustee body and to rely entirely on volunteers to look after and develop its Community and Quaker Peace gardens. The long term volunteers' contributions in the office, and the planned development of volunteers in the theatre, were curtailed in 2020-21 due to the pandemic, but are expected to return in due course.

As signalled in last year's annual report, 2020-21 has seen the continuation of a robust and thorough review of our workforce. While the review was completed, its implementation in the period covered by this report was limited due to the intervention of Covid19, but the foundations were set in this period for increasing our employed workforce from two to three, adding a Business Administrator (starting in August 2021) to support our centre manager and replace the part-time self-employed book keeper.

We have also regularised the position of the few self-employed personnel who did not meet HMRC's criteria for genuine self-employment. Alongside those who do qualify for that status, we now have a pool of actual and potential employees on zero hours contracts working in the cafe under our employed part-time café coordinator and also staffing the bar at evening events. Contrary to the popular perception of zero-hours contracts, they are ethical, well understood, and provide employee benefits that were not enjoyed before.

It should also be noted that the Government's Job Retention Scheme enabled us to retain our key personnel and bring them back part-time as soon as the rules allowed, both through the first lockdown and its slow relaxation (April-September), and the second (effectively November to March, with the briefest of respites in December). This contributed hugely to keeping the Cube ticking over and ready to receive visitors, as well as maintaining the well-being and morale of our key workers.

Social and programme related investment

As already stated, investing in the local community is central to MYCT's vision and purpose. This year has seen a desire by the trustees and the centre manager to think about how MYCT reaches and involves as diverse and wide a local community as possible. The review of the use of its theatre space has been the context for this re-evaluation. A new policy governing the letting of the theatre is an ongoing piece of work.

This comment by a trustee on a particular period summarises the contribution of MYCT to the public benefit during the whole of this challenging period:

"As we moved out of the first lockdown over the summer of 2020 and people emerged tentatively from the security of their homes into more public spaces, I felt the Cube offered something very special and vital. It was heartening to see the café come back to life, with a takeaway service in the first few weeks progressing to something more like pre-Covid days. It felt so good to see people gathering again in a safe, well-managed environment, catching up with friends and social groups – a hub of chatter and activity once more, full of hope and promise."

TRUSTEES' REPORT

Financial Review

These accounts have been prepared for the financial year ending 31 March 2021.

The amount of reserves as at the balance sheet date amounted to £239,235 (2020 - £209,264) including restricted funds of £48,446 (2020 - £54,173). Free reserves, which includes unrestricted funds after eliminating tangible fixed assets amounted to £111,666 (2020 - £57,629).

Despite the fact that the year started and finished in total lockdown, with a brief window of light in the late summer and autumn, MYCT's finances held up remarkably well, thanks to Governmental support through grants and the Job Retention Scheme, to our established supporters, and to many individual donors who contributed to a Covid fund in the early days. Once more, we pay special tribute to the Bransford Trust, whose continuing support through this most difficult of years has enabled the Cube to achieve and maintain this position while laying the foundations for a proper development fund.

The year began with an emergency budget that enabled the Cube to 'tick over' and carry out necessary redecoration and maintenance, in preparation for re-opening later in the year. The cash 'in the bank' at the start of the year, drastically reduced costs through the lockdowns, and the government support mentioned above, all contributed to the Cube's retaining its key personnel (albeit at reduced levels) and building its financial position to enable it to provide whatever support the community might need when something like normality resumes in the next financial year.

The annual 'Financial Controls Audit', based on the Charity Commission's recommended checklist, resulted in some amendments to the Financial Policy and Procedures, clarification of payment and banking procedures, and very pleasingly, a heightened sense of financial ownership and understanding at both trustee and management levels.

Risk management

The Trustees have assessed the major risks to which the CIO is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

MYCT has a Health and Safety Policy that is reviewed annually. Those hiring/using the centre must ensure that they have the correct insurances, risk assessments and safeguarding policies in place, in accordance with the conditions set out in the hire agreement.

Legal and administrative information

The Charity Registration Number: 1166088

Registered Office: Albert Road North, Malvern WR14 2YF

Trustees serving at 1 April 2020 and 31 March 2021, and changes up to the signing of this report:

K Humphries
C E Bennion
M J Chuck
G Lloyd
J D Terry
J Birks (resigned 14th December 2020)
J Cross
C George
R Christie (appointed 16th September 2021)

TRUSTEES' REPORT

Secretary: G Lloyd
Treasurer: M Chuck
Independent Examiner: Elizabeth Eyre FCA, Elizabeth Eyre Limited, Bank Street Business Centre, 6 Bank Street, Malvern WR14 2JN

Structure, governance and management

Malvern Youth and Community Trust (Malvern Cube) Is registered with the Charity Commission as a Charitable Incorporated Organisation (CIO) with the registration number 1166088. Its constitution sets out its governance through a board of trustees, defining their duties and how they should conduct the business of the charity.

The trustees delegate the day-to-day management of the charity to the Centre Manager, whose remuneration they set and review regularly.

None of the Trustees has any beneficial interest in the charity.

Appointment of Trustees

The Trustees recognise the need for strong and effective governance, and therefore actively recruit suitable new members to join the Board of Trustees, to provide the knowledge, experience, wisdom and commitment necessary to run the charity effectively.

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the CIO and of the incoming resources and application of resources of the CIO for that year.

In preparing these accounts, the Trustees are required to:

- select suitable accounting policies, and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments 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 accounts; and
- prepare the accounts on the going concern basis, unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the CIO, and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the CIO, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

TRUSTEES' REPORT

The Trustees are responsible for the maintenance and integrity of the non-financial and financial information included on the CIO's website. Legislation in the United Kingdom governing the preparation and dissemination of the accounts may differ from legislation in other jurisdictions.

On behalf of the Trustees

M Chuck
Trustee
30th November 2021



MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)
YEAR ENDED 31 MARCH 2021

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)

I report to the trustees on my examination of the accounts of the charity for the year ended 31 March 2021, which are set out on pages 7 to 19.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts 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 which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.

Elizabeth Eyre

Elizabeth Eyre FCA
Elizabeth Eyre Limited
Bank Street Business Centre
6 Bank Street
Malvern
WR14 2JN

Date: 8th December **2021**

STATEMENT OF FINANCIAL ACTIVITITES
(including income and expenditure account)

	Note	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
INCOME					
Donations and legacies	2	92,682	8,434	101,116	31,792
Charitable activities	2	26,109	-	26,109	171,988
Other income	2	100	-	100	102
Investments	2	57	-	57	105
TOTAL INCOME		118,948	8,434	127,382	203,987
EXPENDITURE					
Charitable activities	3	83,250	14,161	97,411	193,716
TOTAL EXPENDITURE		83,250	14,161	97,411	193,716
NET INCOME/(EXPENDITURE) FOR THE YEAR/ NET MOVEMENT IN FUNDS		35,698	(5,727)	29,971	10,271
TOTAL FUNDS BROUGHT FORWARD		155,091	54,173	209,264	198,993
TRANSFERS		-	-	-	-
TOTAL FUNDS CARRIED FORWARD		190,789	48,446	239,235	209,264

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

BALANCE SHEET

	Note	2021 £	2021 £	2020 £	2020 £
FIXED ASSETS					
Tangible assets	8		127,569		151,635
CURRENT ASSETS					
Stock	9	50		150	
Debtors	10	14,322		12,327	
Cash at bank and in hand		100,310		52,328	
Total current assets		114,682		64,805	
Creditors: amounts falling due within one year	11	(3,016)		(7,176)	
NET CURRENT ASSETS			111,666		57,629
NET ASSETS			239,235		209,264
FUNDS					
Restricted funds	13		48,446		54,173
Unrestricted funds			190,789		155,091
			239,235		209,264

These accounts were approved by the Trustees on 30th November, 2021 and signed on their behalf by:

J D Terry
Trustee

M Chuck
Trustee

The notes on pages 9 to 19 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Company information
Malvern Youth and Community Trust (Malvern Cube) is a Charitable Incorporated Organisation. Its registered office is Albert Road North, Malvern, Worcestershire, WR14 2YF.

a) Basis of Accounting
The accounts 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).

The CIO meets the definition of a public benefit entity under FRS 102.

The accounts have been prepared in sterling, which is the functional currency of the CIO. Monetary amounts in these accounts are rounded to the nearest £.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

b) Incoming Resources
Income is recognised in the Statement of Financial Activities when the CIO has an entitlement to the funds, any performance conditions attached to the item(s) of income have been met, and it is probable that the income will be received and can measured reliably.

Cash donations are recognised on receipt. Other donations are recognized once the CIO 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.

Legacies are recognised on receipt or otherwise if the CIO has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Rent received in advance for the hire of rooms has been deferred to the period in which the rent relates.

c) Donated services
The value of services provided by volunteers has not been included in income.

d) Resources expended
All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to that category. Expenditure includes any VAT which cannot be recovered. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Creditors represent the amount the charity anticipates it will pay to settle a debt or a provision for goods and services it has received not yet invoiced, measured at settlement amount.

e) Allocation of support costs
Support costs are those functions that assist the work of the Society but do not directly undertake charitable activities. Support costs include governance costs which support the Society's activities.

NOTES TO THE FINANCIAL STATEMENTS

f) 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:

Property improvements	10% on cost
Computer equipment	33 1/3% on cost
Decking	10% on cost
Toilets	10% on cost
Furniture and equipment	25% on cost
Kitchen	10% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

g) Impairment of fixed assets

At each reporting end date, the CIO reviews the carrying amount of its tangible and intangible 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).

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cashflows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment is recognised immediately, unless the relevant asset is carried in at a revalued amount, I which case the reversal of the impairment loss is treated as a revaluation increase.

h) Stock

Stock is valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less estimated cost of disposal.

i) Pensions

The CIO also operates a pension scheme through NEST in accordance with the Auto Enrolment regulations.

j) Fund accounting

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity unless the funds have been designated for other purposes.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.
- Endowment funds are subject to specific conditions by donors that the capital must be maintained by the CIO.

NOTES TO THE FINANCIAL STATEMENTS

k) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Society; this is normally upon notification of the interest paid or payable by the Bank.

l) Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the CIO is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

m) Financial instruments

The CIO 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 CIO's balance sheet when the CIO 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.

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 receipts 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 derecognized when the CIO's contractural obligations expire or are discharged or cancelled.

n) Preparation of the accounts on a going concern basis

At the time of approving the accounts, the Trustees have a reasonable expectation that the CIO has adequate resources to continue in operation existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

NOTES TO THE FINANCIAL STATEMENTS

o) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2. ANALYSIS OF INCOME

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Donations and legacies				
Donations and gifts	92,682	8,434	101,116	31,792
	92,682	8,434	101,116	31,792
Donations and gifts				
Bransford Trust	30,000	-	30,000	30,000
Goodthings Foundation	-	3,418	3,418	-
Sports Partnership	-	1,016	1,016	-
Ready Steady Worcestershire	-	2,000	2,000	-
WCC Councillor's Discretionary Fund	-	2,000	2,000	-
Other	1,316	-	1,316	1,792
	31,316	8,434	39,750	31,792
Government covid grants				
Small business grants	25,000	-	25,000	-
Job Retention Scheme	17,512	-	17,512	-
Business interruption grants	15,900	-	15,900	-
	58,412	-	58,412	-
Other covid related donations				
Hawthorne Charitable trust	1,500	-	1,500	-
Holly Mount United Reform Church	1,225	-	1,225	-
Public appeal	229	-	229	-
	2,954	-	2,954	-
Charitable activities				
Sales within charitable activities	26,109	-	26,109	171,988
	26,109	-	26,109	171,988
Investments				
Interest receivable	57	-	57	105
	57	-	57	105
Other income				
Other income	100	-	100	102
	100	-	100	102

NOTES TO THE FINANCIAL STATEMENTS

3. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Cube Operating expenses £	Cafe £	Total 2021 £	Total 2020 £
Staff costs	40,250	-	40,250	26,428
Depreciation and impairment	25,402	1,076	26,478	26,711
Gas, electricity and water	2,972	-	2,972	3,749
Premises, repairs and maintenance	9,870	-	9,870	16,538
Telephone, broadband, postage and stationery	1,549	-	1,549	3,150
Insurance	3,101	-	3,101	3,098
Advertising, public relations and web	1,091	-	1,091	9,554
Licences and subscriptions	1,856	-	1,856	2,969
Other	1,475	-	1,475	2,867
Project expenses	2,282	-	2,282	-
Interest	422	-	422	-
Events and film	-	-	-	227
Equipment	-	746	746	1,184
Café self employed staff	-	550	550	25,511
Contracted services	567	-	567	36,409
Food and beverage	-	2,114	2,114	17,909
	90,837	4,486	95,323	176,304
Governance costs (see note 4)	2,088	-	2,088	17,412
TOTAL EXPENDITURE	92,925	4,486	97,411	193,716

4. ANALYSIS OF GOVERNANCE COSTS

	2021 £	2020 £
Legal and other professional fees	2,088	17,412

Governance costs includes payment of £1,200 (2020 - £1,200) for independent examination fees.

NOTES TO THE FINANCIAL STATEMENTS

5. STAFF COSTS

	2021 £	2020 £
Wages and salaries	39,699	25,742
Social security costs	-	-
Other pension costs	551	686
	40,250	26,428

Average number employed	Number	Number
Centre Manager	1	1
Volunteer Co-ordinator	-	1
Café Co-ordinator	1	1

No employee earned £60,000 per annum or more in the current year or prior year.

Trustees

None of the Trustees (or any persons connected with them) received any remuneration and one Trustee was reimbursed expenses of £243 during the year.

6. NET INCOME FOR THE YEAR

Net income is stated after charging:

	2021 £	2020 £
Depreciation	26,478	26,711

7. FINANCIAL INSTRUMENTS

	2021 £	2020 £
Carrying amount of financial assets		
Debt instruments measured at amortised cost	13,746	10,014
Carrying amount of financial liabilities		
Measured at amortised cost	3,016	7,176

NOTES TO THE FINANCIAL STATEMENTS

8. TANGIBLE ASSETS

	Property Improvements £	Computer Equipment £	Decking £	Toilets £	Furniture and equipment £	Kitchen £	Total £
Cost							
At 1 April 2020	194,740	5,094	2,050	10,821	21,104	8,783	242,592
Additions	577	499	-	-	1,336	-	2,412
Disposals	-	-	-	-	-	-	-
At 31 March 2021	195,317	5,593	2,050	10,821	22,440	8,783	245,004
Depreciation							
At 1 April 2020	57,354	4,149	1,640	6,600	14,190	7,024	90,957
Disposals	-	-	-	-	-	-	-
Charge for the year	19,532	845	205	1,082	3,936	878	26,478
At 31 March 2021	76,886	4,994	1,845	7,682	18,126	7,902	117,435
Net book value At 31 March 2021	**118,431**	**599**	**205**	**3,139**	**4,314**	**881**	**127,569**
At 31 March 2020	137,386	945	410	4,221	6,914	1,759	151,635

9. STOCK

	2021 £	2020 £
Bar stock	50	150
	50	150

10. DEBTORS

	2021 £	2020 £
Trade debtors	13,746	10,014
Prepayments	576	2,313
	14,322	12,327

NOTES TO THE FINANCIAL STATEMENTS

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Payments received on account	-	3,000
Trade creditors	246	1,326
Other creditors	550	630
Accruals and deferred income	2,220	2,220
	3,016	7,176

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Restricted Fund £	Total £
Fund balances at 31 March 2021 are represented by:			
Tangible fixed assets	79,123	48,446	127,569
Current assets	114,682	-	114,682
Current liabilities	(3,016)	(-)	(3,016)
	190,789	48,446	239,235

13. RESTRICTED FUNDS

	At 1 April 2020 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2021 £
Lighting project fund	362	-	115	-	247
Boiler project fund	5,417	-	2,445	-	2,972
Windows and building fund	5,916	-	1,238	-	4,678
Theatre improvements	-	3,016	213	-	2,803
Flooring project	1,985	-	753	-	1,232
Garden project	1,973	-	477	-	1,496
Grounds improvements fund	19,898	-	2,663	-	17,235
Café project fund	1,187	-	1,187	-	-
Boiler replacement fund	2,400	-	300	-	2,100
Front door fund	3,596	-	449	-	3,147
Fire damage fund	1,376	-	172	-	1,204
Fire cleaning fund	2,743	-	334	-	2,409
Disabled toilet fund	6,488	-	1,449	-	5,039
Green room fund	832	-	104	-	728
Eat and Treat project fund	-	2,000	2,000	-	-
Census return support fund	-	3,418	262	-	3,156
Total	54,173	8,434	14,161	-	48,446

NOTES TO THE FINANCIAL STATEMENTS

RESTRICTED FUNDS (continued)

Restricted donations received during the year:

- The Sports Partnership, £1,016, for purchase and installation of a Hearing Loop, and related sound equipment.
- WCC Councillor (discretionary fund), £2,000, for theatre improvements.
- Ready Steady Worcestershire, £2,000, towards the 'Eat and Treat' parcels for vulnerable families in February 2021
- The Goodthings Foundation, for equipment and staff training to support the public in completing their Census return, £5,378, of which £3,418 was received before March 31, the remainder in April. Any equipment purchased, and any funds remaining after the project finished were expressly permitted to be retained by MYCT for its use as it saw fit.

14. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the CIO'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 revisions affects both current and future periods.

15. RELATED PARTY TRANSACTIONS

Remuneration of key management personnel
The remuneration of key management personnel is as follows:

	2021	2020
	£	£
Aggregate compensation	24,591	21,537

No guarantees have been given or received.

Related party transactions
During the year the charity received rent of £2,864 from Malvern Cube Projects.

16. STATEMENT OF FINANCIAL ACTIVITITES – prior year

	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
INCOME				
Donations and legacies	31,792	-	31,792	57,408
Charitable activities	171,988	-	171,988	121,228
Other income	102	-	102	42,839
Investments	105	-	105	7
TOTAL INCOME	203,987	-	203,987	221,482
EXPENDITURE				
Charitable activities	182,262	11,454	193,716	158,601
TOTAL EXPENDITURE	182,262	11,454	193,716	158,601
NET INCOME/(EXPENDITURE) FOR THE YEAR/ NET MOVEMENT IN FUNDS	21,725	(11,454)	10,271	62,881
TOTAL FUNDS BROUGHT FORWARD	133,366	65,627	198,993	136,112
TRANSFERS	-	-	-	-
TOTAL FUNDS CARRIED FORWARD	155,091	54,173	209,264	198,993

17. RESTRICTED FUNDS – prior year

	At 1 April 2019 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2020 £
Lighting project fund	478	-	116	-	362
Boiler project fund	7,862	-	2,445	-	5,417
Windows and building fund	7,154	-	1,238	-	5,916
Theatre improvements	-	-	-	-	-
Flooring project	2,738	-	753	-	1,985
Garden project	2,030	-	57	-	1,973
Grounds improvements fund	22,561	-	2,663	-	19,898
Café project fund	2,247	-	1,060	-	1,187
Boiler replacement fund	2,700	-	300	-	2,400
Front door fund	4,046	-	450	-	3,596
Fire damage fund	1,548	-	172	-	1,376
Fire cleaning fund	3,077	-	334	-	2,743
Disabled toilet fund	8,250	-	1,762	-	6,488
Green room fund	936	-	104	-	832
Total	65,627	-	11,454	-	54,173