

**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**

---

**CONTENTS**

TRUSTEES' REPORT	1-5
INDEPENDENT EXAMINER'S REPORT	6
STATEMENT OF FINANCIAL ACTIVITIES	7
STATEMENT OF FINANCIAL POSITION	8
NOTES AND ACCOUNTING POLICIES	9 – 19

# **MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)**

**YEAR ENDED 31 MARCH 2021**

.....

## **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

## **MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)**

**YEAR ENDED 31 MARCH 2021**

.....

### **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."



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

.....

**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 14<sup>th</sup> December 2020)  
J Cross  
C George  
R Christie (appointed 16<sup>th</sup> September 2021)

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

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

---

**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**

30<sup>th</sup> November 2021

A handwritten signature in black ink, appearing to read 'M Chuck', with a long, sweeping horizontal line underneath it.

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

Date: 8<sup>th</sup> December 2021

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

**STATEMENT OF FINANCIAL ACTIVITIES**  
**(including income and expenditure account)**

	Note	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
<b>INCOME</b>					
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
<b>TOTAL INCOME</b>		<b>118,948</b>	<b>8,434</b>	<b>127,382</b>	<b>203,987</b>
<b>EXPENDITURE</b>					
Charitable activities	3	83,250	14,161	97,411	193,716
<b>TOTAL EXPENDITURE</b>		<b>83,250</b>	<b>14,161</b>	<b>97,411</b>	<b>193,716</b>
<b>NET INCOME/(EXPENDITURE) FOR THE YEAR/ NET MOVEMENT IN FUNDS</b>		<b>35,698</b>	<b>(5,727)</b>	<b>29,971</b>	<b>10,271</b>
<b>TOTAL FUNDS BROUGHT FORWARD</b>		<b>155,091</b>	<b>54,173</b>	<b>209,264</b>	<b>198,993</b>
<b>TRANSFERS</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>190,789</b>	<b>48,446</b>	<b>239,235</b>	<b>209,264</b>

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

All income and expenditure derive from continuing activities.

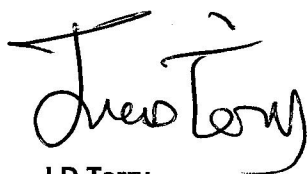
The notes on pages 9 to 19 form part of these financial statements.


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

**BALANCE SHEET**

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

These accounts were approved by the Trustees on 30<sup>th</sup> 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.

# **MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)**

**YEAR ENDED 31 MARCH 2021**

.....

## **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 be 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.

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

.....

**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, in 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.



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

.....

**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 contractual 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.

**MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)****YEAR ENDED 31 MARCH 2021****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 £
<b>Donations and legacies</b>				
Donations and gifts	<u>92,682</u>	<u>8,434</u>	<u>101,116</u>	<u>31,792</u>
	<u>92,682</u>	<u>8,434</u>	<u>101,116</u>	<u>31,792</u>
<b>Donations and gifts</b>				
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	<u>1,316</u>	<u>-</u>	<u>1,316</u>	<u>1,792</u>
	<u>31,316</u>	<u>8,434</u>	<u>39,750</u>	<u>31,792</u>
<b>Government covid grants</b>				
Small business grants	25,000	-	25,000	-
Job Retention Scheme	17,512	-	17,512	-
Business interruption grants	<u>15,900</u>	<u>-</u>	<u>15,900</u>	<u>-</u>
	<u>58,412</u>	<u>-</u>	<u>58,412</u>	<u>-</u>
<b>Other covid related donations</b>				
Hawthorne Charitable trust	1,500	-	1,500	-
Holly Mount United Reform Church	1,225	-	1,225	-
Public appeal	<u>229</u>	<u>-</u>	<u>229</u>	<u>-</u>
	<u>2,954</u>	<u>-</u>	<u>2,954</u>	<u>-</u>
<b>Charitable activities</b>				
Sales within charitable activities	<u>26,109</u>	<u>-</u>	<u>26,109</u>	<u>171,988</u>
	<u>26,109</u>	<u>-</u>	<u>26,109</u>	<u>171,988</u>
<b>Investments</b>				
Interest receivable	<u>57</u>	<u>-</u>	<u>57</u>	<u>105</u>
	<u>57</u>	<u>-</u>	<u>57</u>	<u>105</u>
<b>Other income</b>				
Other income	<u>100</u>	<u>-</u>	<u>100</u>	<u>102</u>
	<u>100</u>	<u>-</u>	<u>100</u>	<u>102</u>

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

**NOTES TO THE FINANCIAL STATEMENTS**

**3. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES**

	<b>Cube Operating expenses £</b>	<b>Cafe £</b>	<b>Total 2021 £</b>	<b>Total 2020 £</b>
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
	<u>90,837</u>	<u>4,486</u>	<u>95,323</u>	<u>176,304</u>
Governance costs (see note 4)	2,088	-	2,088	17,412
<b>TOTAL EXPENDITURE</b>	<u>92,925</u>	<u>4,486</u>	<u>97,411</u>	<u>193,716</u>

**4. ANALYSIS OF GOVERNANCE COSTS**

	<b>2021 £</b>	<b>2020 £</b>
Legal and other professional fees	<u>2,088</u>	<u>17,412</u>

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

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

.....

**NOTES TO THE FINANCIAL STATEMENTS**

**5. STAFF COSTS**

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

**Average number employed**

	<b>Number</b>	<b>Number</b>
Centre Manager	1	1
Volunteer Co-ordinator	-	1
Café Co-ordinator	<u>1</u>	<u>1</u>

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:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Depreciation	<u>26,478</u>	<u>26,711</u>

**7. FINANCIAL INSTRUMENTS**

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

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

**NOTES TO THE FINANCIAL STATEMENTS**

**8. TANGIBLE ASSETS**

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

**9. STOCK**

	2021 £	2020 £
Bar stock	<u>50</u>	<u>150</u>
	<u>50</u>	<u>150</u>

**10. DEBTORS**

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

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

**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
	<u>3,016</u>	<u>7,176</u>

**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)
	<u>190,789</u>	<u>48,446</u>	<u>239,235</u>

**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
<b>Total</b>	<u>54,173</u>	<u>8,434</u>	<u>14,161</u>	<u>-</u>	<u>48,446</u>

# **MALVERN YOUTH AND COMMUNITY TRUST (MALVERN CUBE)**

**YEAR ENDED 31 MARCH 2021**

.....

## **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:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Aggregate compensation	<u>24,591</u>	<u>21,537</u>

No guarantees have been given or received.

#### **Related party transactions**

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

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

**16. STATEMENT OF FINANCIAL  
 ACTIVITIES – prior year**

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2020 £</b>	<b>Total 2019 £</b>
<b>INCOME</b>				
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
<b>TOTAL INCOME</b>	<b>203,987</b>	<b>-</b>	<b>203,987</b>	<b>221,482</b>
<b>EXPENDITURE</b>				
Charitable activities	182,262	11,454	193,716	158,601
<b>TOTAL EXPENDITURE</b>	<b>182,262</b>	<b>11,454</b>	<b>193,716</b>	<b>158,601</b>
<b>NET INCOME/(EXPENDITURE) FOR THE YEAR/ NET MOVEMENT IN FUNDS</b>	<b>21,725</b>	<b>(11,454)</b>	<b>10,271</b>	<b>62,881</b>
<b>TOTAL FUNDS BROUGHT FORWARD</b>	<b>133,366</b>	<b>65,627</b>	<b>198,993</b>	<b>136,112</b>
<b>TRANSFERS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b>155,091</b>	<b>54,173</b>	<b>209,264</b>	<b>198,993</b>



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

.....

**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
<b>Total</b>	<b>65,627</b>	<b>-</b>	<b>11,454</b>	<b>-</b>	<b>54,173</b>