

BRISTOL
FOLK HOUSE

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 AUGUST 2022

Company Registration Number 11752084
Charity Number 1184395

BRISTOL FOLK HOUSE

FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2022

| Contents | Pages |
|--|----------------|
| Trustees' Annual Report | 1 to 3 |
| Reference & Administrative Information | 4 |
| Independent Examiner's Report | 5 |
| Statement of Financial Activities | 6 |
| Balance sheet | 7 |
| Notes to the financial statements | 8 to 17 |

BRISTOL FOLK HOUSE

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 AUGUST 2022

The Trustees present their report and financial statements for the year ended 31 August 2022.

This year has been one whereby the charity has started to recover from the impact of the pandemic. The government furlough scheme finished at the end of September while a truncated programme of courses ran for the autumn term. The charity has undergone change at the turn of the calendar year with most of the staff returning from furlough opting to seek alternative directions, including our Head of Operations. The incoming post holder built a new delivery team while at the same time five new trustees were recruited to the Board, replacing those who had departed either before, during or after the pandemic. Thus there was a significant reset of those responsible for delivery of the charitable purposes which remain the same.

Objectives and activities

The objectives of the charity are those which are laid out in the Articles of Incorporation dated 7th January 2019:

The charitable purposes of the Charity are to improve the conditions of life of the inhabitants of Bristol and surrounding districts by the provision and maintenance of a centre for adult education, recreation and other leisure time occupations.

To deliver this purpose, the charity designs and facilitates educational courses and workshops, provides other leisure activities, sources and deploys appropriately qualified tutors and manages paid staff and volunteers.

The leisure activities which the Folk House hosts includes a programme of music and entertainment events, festivals, concerts, poetry readings, lectures, comedy nights, art and craft fairs, exhibitions etc. Music events include collaboration with both the Bristol Beacon and St George's.

The environment is further enhanced by the Folk House Cafe which provides food and drink for our students, tutors and passers-by. This is operated by the Folk House Trading Company which is wholly owned by the charity.

In delivering its services to the public, the charity has regard to the Commission's public benefit guidance and intends no detriment or harm from its purpose to people, property or the environment.

The freehold of the Folk House site was originally purchased in 1965 for the same purposes as today. Situated in the centre of the city, the freehold is a valuable asset of the charity and a convenient location for its patrons.

Achievements, performance and financial review

It is difficult to separate performance and finance as our business model is based on the fees paid by our students being the primary source of income. Therefore in general terms, the more beneficial adult education delivered, the greater the income. Class sizes which were restricted during the pandemic era to achieve social distancing, began to recover. Since the financial performance of each course or workshop is directly dependent on the number of students, until full class sizes can be achieved, financial performance remains sub optimal. We anticipate this will have fully recovered by the Autumn term 2022 which will fall into the 2022-23 reporting year.

BRISTOL FOLK HOUSE

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 AUGUST 2022

This year there was a total income of circa £607k which included circa £101k. donations as a result of the closure of the old charity in the prior year. Expenditure was circa £461k which reflected the increasing staff costs and other overheads. This resulting in an end of year fund of circa £213k.

One particular public benefit, which has been expressed to the staff by students and patrons of the place who had missed the sociability of pre-pandemic times, has been the welcome return of attending courses and events and working with other people.

Reserves Policy

The trustees reserve policy is to hold a reserve of £30k to cover any major urgent building maintenance requirement. The trustees plan to review this policy in the light of the impact of the pandemic in the following year when it is hoped that activity and income returns to the equivalent of a pre-pandemic norm. At the year end the charity held free reserves (total funds less any restricted, less illiquid fixed assets) of £154,234. The trustees acknowledge, that free reserves are above the policy amount and expect these to reduce with an anticipated building project.

Neither during the reporting period nor at the time of approval were there any uncertainties about the charity's ability to continue as a going concern.

During the period of reporting, no fund or subsidiary undertaking is materially in deficit.

Structure, governance and management

The governing document under which the charity exists is the Articles of Association Bristol Folk House, Incorporated on 7 January 2019. The charity is constituted as a Private Limited Company by guarantee without share capital.

The principal source of funds comes from the fees paid by students for courses and workshops as well as other fundraising events in line with the charity's primary purpose. There is no corporate funding from government sources, national or local. Thus the charity is totally financially independent.

The Board of Trustees meets bimonthly and there is a monthly Operations Management Group meeting comprising the Chair, the Secretary, the Head of Operations and the Financial Controller. The purpose of this group is to ensure delivery of the charitable purpose and to address matters arising from that delivery.

Trustees are recruited by advertising. No other external body or person is entitled to appoint a trustee.

BRISTOL FOLK HOUSE

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 AUGUST 2022

Trustees' responsibilities in relation to the financial statements

The trustees (who are also directors of Bristol Folk House for the purposes of company law) are responsible for preparing the Trustees' Report (incorporating the strategic report and directors' report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the income and expenditure, of the charitable company for that period. In preparing these financial statements, 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 accounting 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 financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approval of Accounts

The accounts were approved on behalf of the Trustees on 21 April 2023 by:

Bob Pepper

Bob Pepper
Chair of Trustees

BRISTOL FOLK HOUSE

REFERENCE & ADMINISTRATIVE INFORMATION

YEAR ENDED 31 AUGUST 2022

Company number

11752084

Charity number

1184395

Trustees

The Trustees (who are directors for the purpose of company law) who have served during the year and since the year end were as follows:

| | |
|----------------------|----------------------------|
| Robert Pepper | Chair |
| Marguerite Knight | Vice-chair |
| Graham Knight | Minute Secretary |
| Janet Longden | (resigned 1 July 2022) |
| Matthew Bazeley-Bell | (appointed 22 April 2022) |
| Richard Bretton | (appointed 22 April 2022) |
| Isabelle Ryan | (appointed 22 April 2022) |
| Julie Williams | (appointed 22 April 2022) |
| Rachel Williams | (appointed 22 April 2022) |
| Marlis Mulder | (resigned 9 December 2022) |
| Jo Howard | (resigned 22 April 2022) |

Registered Office

40A Park Street
Bristol.
BS1 5JG

Independent Examiner

Joshua Kingston BSc ACA
Burton Sweet Limited
The Clock Tower
5 Farleigh Court
Old Weston Road
Flax Bourton
Bristol BS48 1UR

BRISTOL FOLK HOUSE

INDEPENDENT EXAMINER'S REPORT

YEAR ENDED 31 AUGUST 2022

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Burton Sweet Limited

Joshua Kingston BSc ACA
Burton Sweet Limited
The Clock Tower
5 Farleigh Court
Old Weston Road
Flax Bourton
Bristol BS48 1UR

Date 21 April 2023
.....

BRISTOL FOLK HOUSE**STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME & EXPENDITURE ACCOUNT****YEAR ENDED 31 AUGUST 2022**

| | Note | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2022 £ | Total Funds 2021 £ |
|-------------------------------------|------|----------------------------|--------------------------|--------------------------|--------------------------|
| Income from: | | | | | |
| Donations and legacies | 2 | 161,154 | - | 161,154 | 60,609 |
| Received from previous charity | | - | - | - | 16,620 |
| Charitable activities | 3 | 446,538 | - | 446,538 | 207,093 |
| Investments | | 15 | - | 15 | 26 |
| Total income | | <u>607,707</u> | <u>-</u> | <u>607,707</u> | <u>284,348</u> |
| Expenditure on: | | | | | |
| Raising funds | | - | - | - | 1,920 |
| Charitable activities | 4 | 460,698 | - | 460,698 | 223,813 |
| Transfer of assets | 17 | - | - | - | 64,174 |
| Total expenditure | | <u>460,698</u> | <u>-</u> | <u>460,698</u> | <u>289,907</u> |
| Net income/(expenditure) | | 147,009 | - | 147,009 | (5,559) |
| Transfers between funds | 14 | 50,000 | (50,000) | - | - |
| Net movement in funds | | 197,009 | (50,000) | 147,009 | (5,559) |
| Total funds at start of year | 14 | 16,563 | 50,000 | 66,563 | 72,122 |
| Total funds at end of year | 14 | <u>213,572</u> | <u>-</u> | <u>213,572</u> | <u>66,563</u> |

The Charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing.

The comparative Statement of Financial Activities can be found in note 9

The notes on pages 8 to 17 form part of these financial statements

BRISTOL FOLK HOUSE

BALANCE SHEET

AS AT 31 AUGUST 2022

Company number: 11752084

| | Note | 2022 | 2021 £ |
|---|------|----------------|----------------|
| Fixed assets | | | |
| Tangible assets | 10 | 59,338 | 1,858 |
| Investments | 11 | 1 | 1 |
| | | <u>59,339</u> | <u>1,859</u> |
| Current assets | | | |
| Debtors | 12 | 12,511 | 19,507 |
| Cash at bank and in hand | | 335,590 | 180,591 |
| | | <u>348,101</u> | <u>200,098</u> |
| Liabilities | | | |
| Creditors : Amounts falling due within one year | 13 | (193,868) | (135,394) |
| Net current assets | | <u>154,233</u> | <u>64,704</u> |
| Total assets less current liabilities | | <u>213,572</u> | <u>66,563</u> |
| Net assets | | <u>213,572</u> | <u>66,563</u> |
| Funds | | | |
| Unrestricted funds | 15 | 213,572 | 16,563 |
| Restricted funds | 15 | - | 50,000 |
| Total funds | | <u>213,572</u> | <u>66,563</u> |

For the year ending 31 August 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees responsibilities:

- The members have not required the charity to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the Trustees on 21 April 2023 and are signed on their behalf by:

Robert Pepper
Chair of Trustees

Bob Pepper

The notes on pages 8 to 17 form part of these financial statements

BRISTOL FOLK HOUSE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2022

1 Accounting policies

Accounting convention

The financial statements have been prepared in accordance with the historical cost convention (except for investments which have been included at fair value and in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 (*or Companies Act 2006*) and UK Generally Accepted Practice as it applies from 1 January 2019.

The charity is a public benefit entity as defined under FRS102. The Trustees consider that there are no material uncertainties affecting the ability of the charity to continue as a going concern. The Trustees' have considered the Covid-19 pandemic as well as the national cost of living crisis and there effect on the charity and the wider economy when assessing going concern.

Income

Income from donations is included in income when these are receivable, except as follows:

- I. When donors specify that donations given to the charity must be used in future accounting periods, the income is deferred until those periods;
- II. When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred until the pre-conditions have been met.

Expenditure

Expenditure is recognised in the period in which it is incurred. Expenditure includes attributable VAT which cannot be recovered.

Raising funds

Raising funds expenditure include those costs incurred in seeking voluntary contributions, costs of goods sold and other costs which include the costs of running and participating in fundraising events and collections and cost of goods purchased for resale.

Charitable Activities

Charitable activity costs have been reported on a functional basis as allowed by the SORP for smaller charities.

Governance costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the examination fees and costs linked to the strategic management of the charity. Governance costs are included within charitable activity costs.

BRISTOL FOLK HOUSE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2022

1 Accounting policies (continued)

Fund accounting

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

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

Designated funds form part of unrestricted funds and have been identified as being for particular purposes by the Trustees. They are not restricted and can be transferred to general funds at any time at the discretion of the Trustees.

Investments

Investments are stated at market value at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluations and disposals throughout the year. Investments in subsidiaries are valued at cost less provision for impairment.

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation, which is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

| | |
|-----------------------|-------------------------|
| Fixtures and fittings | · 5 years straight line |
| Office equipment | · 5 years straight line |

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

BRISTOL FOLK HOUSE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2022

2 Income from: Donations and legacies

| | Unrestricted Funds | Restricted Funds | Total Funds 2022 | Total Funds 2021 |
|---------------------------------|-------------------------------|-----------------------------|-----------------------------|-----------------------------|
| | £ | £ | £ | £ |
| Donations | 146,227 | - | 146,227 | 7,375 |
| Grants received from government | 6,011 | - | 6,011 | 49,336 |
| Other income | 8,916 | - | 8,916 | 3,898 |
| | <u>161,154</u> | <u>-</u> | <u>161,154</u> | <u>60,609</u> |

All income from donations and legacies in the prior year was for unrestricted funds.

3 Income from: Charitable activities

| | Unrestricted Funds | Restricted Funds | Total Funds 2022 | Total Funds 2021 |
|---------------------|-------------------------------|-----------------------------|-----------------------------|-----------------------------|
| | £ | £ | £ | £ |
| Course fees | 405,698 | - | 405,698 | 193,661 |
| Events | 17,667 | - | 17,667 | 3,115 |
| Room hire | 23,122 | - | 23,122 | 10,317 |
| Miscellaneous sales | 51 | - | 51 | - |
| | <u>446,538</u> | <u>-</u> | <u>446,538</u> | <u>207,093</u> |

All income from charitable activities in the prior year was for unrestricted funds.

BRISTOL FOLK HOUSE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2022

4 Expenditure on: Charitable activities

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2022 £ | Total Funds 2021 £ |
|-----------------------------|----------------------------|--------------------------|--------------------------|--------------------------|
| <i>Direct costs</i> | | | | |
| Materials for classes | 23,793 | - | 23,793 | 10,799 |
| Class tutors' fees | 168,941 | - | 168,941 | 92,279 |
| Choir | 2,712 | - | 2,712 | 1,478 |
| Events costs | 20,496 | - | 20,496 | 6,262 |
| Grants made | - | - | - | 195 |
| Prospectus | 3,290 | - | 3,290 | 3,907 |
| Licences | 1,957 | - | 1,957 | 2,155 |
| Direct salary costs | 74,433 | - | 74,433 | 19,677 |
| <i>Support costs</i> | | | | |
| Premises costs | 15,290 | - | 15,290 | 4,902 |
| Computer and software | 14,975 | - | 14,975 | 13,526 |
| Cleaning & repairs | 39,223 | - | 39,223 | 17,940 |
| Admin salaries | 44,291 | - | 44,291 | 22,219 |
| Office costs | 7,591 | - | 7,591 | 5,813 |
| Office equipment rental | 7,040 | - | 7,040 | 5,924 |
| Heat & light | 15,631 | - | 15,631 | 8,451 |
| Bank charges | 9,173 | - | 9,173 | 4,365 |
| Depreciation | 1,487 | - | 1,487 | 92 |
| Sundry expenditure | 1,229 | - | 1,229 | 1,015 |
| Professional fees | 4,362 | - | 4,362 | 859 |
| Accounting fees | 2,984 | - | 2,984 | 317 |
| <i>Governance costs</i> | | | | |
| Independent examiner's fees | 1,800 | - | 1,800 | 1,638 |
| | <u>460,698</u> | <u>-</u> | <u>460,698</u> | <u>223,813</u> |

All expenditure on charitable activities in the prior year was from unrestricted funds.

5 Taxation

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

BRISTOL FOLK HOUSE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2022

6 Independent examination fees

| | 2022 | 2021 |
|---|-------------|-------------|
| | £ | £ |
| Fees payable to the independent examiner for: | | |
| Independent examination | 810 | 738 |
| Accounts preparation | 990 | 900 |
| | <u>990</u> | <u>900</u> |

7 Net income/(expenditure) for the year

| | 2022 | 2021 |
|--------------------------------|--------------|-------------|
| | £ | £ |
| This is stated after charging: | | |
| Independent examiner's fee | 1,800 | 1,638 |
| Depreciation | 1,488 | 92 |
| | <u>1,488</u> | <u>92</u> |

8 Staff costs and numbers

| | 2022 | 2021 |
|-----------------------------------|----------------|---------------|
| | £ | £ |
| The aggregate payroll costs were: | | |
| Wages & salaries | 157,915 | 56,051 |
| Social security costs | 9,622 | 3,627 |
| Pension contributions | 2,569 | 1,364 |
| | <u>170,106</u> | <u>61,042</u> |

No employee earned over £60,000 either in the current, or preceding year.

The average weekly number of employees during the year was 16 (2021: 18), calculated on the basis of average headcount. In the prior year staff were transferred under TUPE on 1st April 2021 from Bristol Folk House Co-Operative Ltd.

In the current year the trustees considered themselves and the Head of Operations, Programme Manager and Finance Officer to be the key management personnel. During the 2021 financial year this also include the Financial Controller and Programme Manager. Total employment benefits received by key management personnel were £84,770 (2021: £31,066).

BRISTOL FOLK HOUSE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2022

9 Statement of Financial Activities comparative figures

For the year ended 31 August 2021

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2021 £ |
|---|-------------------------------------|-----------------------------------|-----------------------------------|
| Income from: | | | |
| Donations and legacies | 60,609 | - | 60,609 |
| Received from Bristol Folk House Co-Operative Ltd | 16,620 | - | 16,620 |
| Charitable activities | 207,093 | - | 207,093 |
| Investments | 26 | - | 26 |
| Total income | 284,348 | - | 284,348 |
| Expenditure on: | | | |
| Raising funds | 1,920 | - | 1,920 |
| Charitable activities | 223,813 | - | 223,813 |
| Transfer of assets | 64,174 | - | 64,174 |
| Total expenditure | 289,907 | - | 289,907 |
| Net income/(expenditure) and net movement in funds | (5,559) | - | (5,559) |
| Total funds at start of year | 22,122 | 50,000 | 72,122 |
| Total funds at end of year | 16,563 | 50,000 | 66,563 |

BRISTOL FOLK HOUSE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2022

10 Tangible fixed assets

| | Plant and Machinery £ | Property Improvements £ | Fixtures and fittings £ | Office equipment £ | Total £ |
|--------------------------|--------------------------------------|--|--|-----------------------------------|--------------------|
| Cost or valuation | | | | | |
| At 1 September 2021 | - | - | 953 | 997 | 1,950 |
| Additions | 2,066 | 53,488 | 1,580 | 1,834 | 58,968 |
| At 31 August 2022 | <u>2,066</u> | <u>53,488</u> | <u>2,533</u> | <u>2,831</u> | <u>60,918</u> |
| Depreciation | | | | | |
| At 1 September 2021 | - | - | - | 92 | 92 |
| Charge for the year | 413 | - | 507 | 568 | 1,488 |
| At 31 August 2022 | <u>413</u> | <u>-</u> | <u>507</u> | <u>660</u> | <u>1,580</u> |
| Net book value | | | | | |
| At 31 August 2022 | <u>1,653</u> | <u>53,488</u> | <u>2,026</u> | <u>2,171</u> | <u>59,338</u> |
| At 31 August 2021 | <u>-</u> | <u>-</u> | <u>953</u> | <u>905</u> | <u>1,858</u> |

11 Fixed asset investments

| | 2022 £ | 2021 £ |
|--|-------------------|-------------------|
| Investment in Bristol Folk House Trading Ltd | <u>1</u> | <u>1</u> |

Bristol Folk House Trading Limited (Company No. 12513734) is a wholly owned subsidiary of Bristol Folk House, a company limited by guarantee (Company No. 11752084). A summary of the trading results for the subsidiary for the current year is shown below. The company was dormant in the prior year. The subsidiary company provides catering services.

| | 31 August 2022 £ | 31 August 2021 £ |
|---|---------------------------------|---------------------------------|
| Turnover | 138,326 | 37,475 |
| Cost of sales | (113,329) | (30,537) |
| Gross profit | <u>24,997</u> | <u>6,938</u> |
| Administrative expenses | (24,315) | (3,886) |
| Profit on ordinary activities before taxation | <u>682</u> | <u>3,052</u> |
| Shareholder's funds brought forward | 3,052 | - |
| Profit for the period | 682 | 3,052 |
| Dividends paid | (3,052) | - |
| Shareholder's funds carried forward | <u>682</u> | <u>3,052</u> |

BRISTOL FOLK HOUSE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2022

12 Debtors

| | 2022 | 2021 |
|--|---------------|---------------|
| | £ | £ |
| Due in less than one year: | | |
| Trade debtors | 278 | 6,189 |
| Amounts owed by Bristol Folk House Trading Ltd | 4,963 | 4,963 |
| Prepayments and accrued income | 7,270 | 8,355 |
| | <u>12,511</u> | <u>19,507</u> |

13 Creditors: amounts falling due within one year

| | 2022 | 2021 |
|---------------------------------|----------------|----------------|
| | £ | £ |
| Trade creditors | 7,580 | 14,279 |
| Social security and other taxes | 2,954 | 1,679 |
| Accruals and deferred income | 164,908 | 99,263 |
| Other creditors | 18,426 | 20,173 |
| | <u>193,868</u> | <u>135,394</u> |

14 Movement in funds

For the year ended 31 August 2022

| | At 1 Sep 2021 | Income | Expenditure | Transfers | At 31 Aug 2022 |
|---------------------------|--------------------------|----------------|--------------------|------------------|---------------------------|
| | £ | £ | £ | £ | £ |
| Restricted funds | | | | | |
| Accessibility project | 50,000 | - | - | (50,000) | - |
| | <u>50,000</u> | <u>-</u> | <u>-</u> | <u>(50,000)</u> | <u>-</u> |
| Unrestricted funds | | | | | |
| General funds | 16,563 | 607,707 | (460,698) | 50,000 | 213,572 |
| | <u>16,563</u> | <u>607,707</u> | <u>(460,698)</u> | <u>50,000</u> | <u>213,572</u> |
| Total funds | <u>66,563</u> | <u>607,707</u> | <u>(460,698)</u> | <u>-</u> | <u>213,572</u> |

Restricted funds

Accessibility project - The Van Neste Foundation was applied to for funding in regard to the Accessibility project that aims to make the premises from which Bristol Folk House operate more accessible to those with a disability. The project entails the formation of good accessible toilets and baby changing facilities, the installation of four small lifts and adjustments to the premises layout.

The transfer of £50,000 represents capital expenditure on the accessibility project which is included on the balance sheet as property improvements within fixed assets.

BRISTOL FOLK HOUSE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2022

14 Movement in funds (continued)
For the year ended 31 August 2021

| | At 1 Sep 2020 £ | Income £ | Expenditure £ | Transfers £ | At 31 Aug 2021 £ |
|---------------------------|--------------------------------|---------------------|--------------------------|------------------------|---------------------------------|
| Restricted funds | | | | | |
| Accessibility project | 50,000 | - | - | - | 50,000 |
| | <u>50,000</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>50,000</u> |
| Unrestricted funds | | | | | |
| General funds | 22,122 | 284,348 | (289,907) | - | 16,563 |
| | <u>22,122</u> | <u>284,348</u> | <u>(289,907)</u> | <u>-</u> | <u>16,563</u> |
| Total funds | <u>72,122</u> | <u>284,348</u> | <u>(289,907)</u> | <u>-</u> | <u>66,563</u> |

15 Analysis of net assets between funds

| | Restricted funds £ | Unrestricted general funds £ | Total £ |
|-----------------------------|-----------------------------------|---|--------------------|
| As at 31 August 2022 | | | |
| Fixed assets | - | 59,338 | 59,338 |
| Other net assets | - | 154,234 | 154,234 |
| | <u>-</u> | <u>213,572</u> | <u>213,572</u> |
| As at 31 August 2021 | | | |
| Fixed assets | - | 1,859 | 1,859 |
| Other net assets | 50,000 | 14,704 | 64,704 |
| | <u>50,000</u> | <u>16,563</u> | <u>66,563</u> |

16 Trustee remuneration & expenses

No remuneration or other benefits from employment were received by the Trustees or other related parties. No expenses were claimed in the year by Trustees.

BRISTOL FOLK HOUSE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2022

17 Related party transactions

Bristol Folk House Co-operative

On 1 April 2021, the charity received a donation of £16,620 along with assets and liabilities from Bristol Folk House Co-Operative Limited, from whom it took over the business of running courses and letting space.

The carrying values of the assets transferred were:

| | £ |
|------------------------------------|------------------------|
| Fixed assets | 1,401 |
| Bank and cash balances | 9,347 |
| Settlement of intercompany balance | <u>(58,301)</u> |
| Net liability | <u><u>(47,553)</u></u> |

The charity also paid a management charge to the company of £64,174 in respect of salaries and other associated expenditure during the year ended 31 August 2021.

Bristol Folk House Trading Ltd

The balance of £4,963 in debtors for 2021 relates to a balance owed by the Bristol Folk House Trading Company Ltd. This balance consists of income received in the company on behalf of the charity.

There are no other transactions with trustees or other related parties other than those disclosed above and as required by the SORP elsewhere in the financial statements.