

REGISTERED COMPANY NUMBER: 04789584 (England and Wales)
REGISTERED CHARITY NUMBER: 1187235

Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 August 2021
for
Boat Building Academy Limited

Ward Goodman
4 Cedar Park
Cobham Road
Ferndown Industrial Estate
Wimborne
Dorset
BH21 7SF

Boat Building Academy Limited

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**Report of the Trustees
for the Year Ended 31 August 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

To teach men and women to build boats and design and make furniture of the highest quality to accepted industry standards using traditional and modern methods and materials, thus enabling our students to fully realise their potential.

The charity's objects ('Objects') are specifically restricted to the following, for the public benefit:

- a. to advance the education of the public in the art, craft and science of boat building, fine woodworking and related skills; and
- b. to educate people through the provision of sailing or sailing related activities and other training to develop their physical, mental and social capabilities.

Significant activities

The principal activity of the Boat Building Academy (BBA) is to train students on an intensive, practical course over both a 40-week ('the long course') or a 12-week course to a level where they have the potential to gain immediate employment in the marine or furniture making industries.

The majority of the younger graduates (those seeking to enter the industry rather than those in retirement) are successful in finding work, and employers approach the BBA directly to seek skilled workers. A number of the former students have returned after working in the industry and now teach at the Academy, including the Principal.

2 - 5 day short courses complement these longer courses, providing training in boat building, woodworking skills and related subjects.

As a fee-paying college, the BBA offers bursaries to support impoverished men and women who would benefit from the training.

The second object 'to educate people through the provision of sailing or sailing related activities and other training to develop their physical, mental and social capabilities' is in its infancy and has been delayed due to Covid. The BBA does not currently undertake sail training activities, but has been developing relationships with several sail training organisations and charities including Adventure Under Sail (AUS) and the Tectona Trust.

The relationship with AUS has started with staff staying aboard and sailing on Training Ship Pelican of London. Staff/student exchange visits are planned, and BBA tutors will attend shore based events on the Pelican to brief and informally teach the boat crew on various traditional boat maintenance techniques. These plans were cut short due to Covid but will continue as soon as possible. Some students from the BBA have sailed on the Pelican's Ocean Science voyages and undertaken work placements.

The BBA has a long history with TS Pelican: The former Chair of Trustees and Director - Tim Gedge - project managed the refit in 2007 using a team of BBA graduates and one of the graduates crossed the Atlantic serving as her ship's carpenter.

**Report of the Trustees
for the Year Ended 31 August 2021**

OBJECTIVES AND ACTIVITIES

Main activities undertaken for the public benefit

The BBA employs a fundraiser/adviser on an ad hoc basis to lead on increasing our bursary fund as well as capital funding and Covid mitigation. He ran a successful campaign during the financial year to raise funds for necessary workshop expansion to allow for social distancing as a Covid infection control measure.

The BBA is an important business within Lyme Regis, Dorset and the South West and in addition to connecting with the Local Enterprise Partnerships (LEP), aspires to further establish its relationship with the local community and beyond:

- Relationship development through the Dorset Coast Forum.
- Open days for locals, potential students, and all friends of the Academy. The first, planned for April 2020 was cancelled due to Covid but is now being planned for May 2022.
- Twice a year student boat launches - these usually draw a crowd of several hundred and are an important part of the Lyme Regis calendar.
- We are looking at ways to expand the short course programme and possibly to introduce evening courses.
- A programme of lectures open to all.
- A programme of school and college visits.

The trustees have had due regard to the Charity Commission guidance on public benefit.

The Boat Building Academy Bursary scheme

In order to provide training to all people regardless of their financial position we have a scheme whereby potential students can apply for a bursary. This will usually cover up to 50% of the course fee but a larger bursary will be available if there is greater need. This is applicable to the 40-week and 12-week courses and is aimed specifically at impoverished people or in the words of the Charity Commission - 'the poor'.

The BBA is actively seeking funds to maintain and further the bursary scheme. 4 students were supported in this financial year on the 2 courses. 3 more are in place for the upcoming courses in 2022.

The BBA bursary scheme has been developed by trustees specifically with public benefit in mind. The trustees have developed a rigorous approach to selecting deserving students for bursaries. A key player in this process has been Gail McGarva who has significant experience with both sides of bursary programmes including QEST and the Arts Council.

The application process is open to students who have been offered a place at the BBA through the usual application process. Applicants complete a bursary application form before a given deadline. Those who meet the criteria are then interviewed by 2 trustees. The final decision is made after discussions between the two trustees and the Principal.

**Report of the Trustees
for the Year Ended 31 August 2021**

OBJECTIVES AND ACTIVITIES

Contribution made by volunteers

The BBA has established a Friends group.

It is organised by a 'Friends manager' (who is also a BBA Trustee) who will organise a group of volunteers and a sub-committee to help the board of trustees in their responsibilities to:

- assist the BBA in maintaining its service for the public benefit
- help with the activities around fundraising
- assist with the communication to the wider community and industry regarding the Company's activities and future plans
- assist with funding and resourcing for special projects as well as for bursaries
- provide ongoing education to its members including improving the understanding of the Company's activities
- contribute to the BBA's future strategy and direction
- help with day to day activities when required
- assist in expanding the support of the BBA from the wider community and industry
- assist with future career guidance of BBA students and graduates
- establish a business mentoring service for graduates
- establish relationships with other educational bodies (including local schools and colleges etc) and potential feeder establishments for new students

The organisation will constitute people with the following backgrounds:

- Boat building and furniture making graduates of the BBA
- BBA short course students
- BBA staff as well as former staff
- Key relationships from the BBA suppliers
- Potential donors
- Key industry contacts including trade bodies such as:
 - Wooden Boatbuilders Trade Association
 - Worshipful Company of Shipwrights
 - British Marine
- Current and future advisers

STRATEGIC REPORT

Achievement and performance

Charitable activities

In September 2020 an economic assessment of the Academy and its contribution to the local economy was carried out by the Policy, Performance and Research Unit, Dorset County Council. The report describes the contribution of the Boat Building Academy to the local economy: Visitor spend in the area, together with sector spend and course fees add around £1.37 million to the Dorset economy. This spend contributes a total of about £1.3 million in GVA to the economy (ie after deductions for purchases and adjustments for indirect taxes etc).

To date, the BBA has trained 554 40-week boat building students and 179 12-week furniture makers. There have also been 1,890 places on short courses (some students doing more than one course)

There is plenty of interest in courses with healthy predicted figures across the board.

The last course fee increases were in January and February 2019. They stand at:

40-week boat building	£15,850
12-week Furniture	£5,850
12-week Advanced Furniture Making	£5,950
2-day short courses	£275
5-day short courses	£675 - £950

Due to continuing inflationary pressure on our cost base, all courses running in 2022 will be subject to fee increases.

**Report of the Trustees
for the Year Ended 31 August 2021**

STRATEGIC REPORT

Financial review

Reserves policy

The BBA will always hold a diminishing figure to reflect the cost of running a course - if the academy had to close, adequate funds (variable dependent on student numbers) are held in order to either repay a percentage of the fees for the unused part of the course or to fulfil the commitment to the students - rent, materials, tutor cost etc.

In addition, the BBA aims to hold a significant reserve in order to secure the business during periods of financial difficulty. Student numbers have been strong over the last few years - pre Covid - with reserves increasing annually. In response to the Covid pandemic, a £220,000 CBILS loan was taken to act as a buffer if required.

Results for the year ended 31 August 2021 show a net loss of £57,882 (2020 Loss of £22,322). At the year end reserves stand at £34,603 (2020: £92,485), of which £50 is restricted funds and £23,860 is designated for Bursaries. This leaves £10,693 in general unrestricted funds which, less the NBV of tangible fixed assets at the year end, leaves a total of negative £40,815 in free reserves.

Going concern

In recognition of the negative free reserve position of the entity, the Trustees have carried out a full and detailed review of the company's finances and projections for the period through to 31 August 2023. This review process has also included the establishment of a new fundraising strategy as well as looking at alternative funding sources for the charity. The Trustees are satisfied with the scope and depth of the review which accords with their responsibilities under the Charities SORP and Companies Act 2006.

The results of the review have revealed the following key matters:

- The entity has adequate financial resources to operate as a going concern for the foreseeable future of not less than a year from the approval date of the attached financial statements.
- Given a favourable and stable economic environment, the Trustees plan to achieve adequate free reserves within the entity's defined policy in the next three years.

On the basis of the above, the Trustees are satisfied that it is appropriate to prepare the attached financial statements on a going concern basis.

The impact of Covid 19 on the BBA

As with many businesses and charities, the BBA has experienced significant disruption and loss as a result of the Covid Pandemic. This is borne out in the Financial Year 2021 results where we have calculated the negative impact of the Pandemic (before approximately £100,000 of Government and local authority grants) to be a loss of approximately £220,000. This figure reflects the lower number of students signing onto courses, a number of courses that we have just had to cancel during the lockdowns, and after deducting the savings made from not hiring certain specialist tutors and not spending as much as we would normally do on materials and consumables.

Future plans

The trustees are committed to:

- continuing their current strategies of maintaining and improving the status of the BBA as a world-leader in the fields of boat building and furniture making by investing to provide the highest quality training to our students
- continuing fundraising initiatives to provide bursaries to more applicants
- remaining at the current site while maintaining and improving the buildings and facilities for the benefit of the training and student experience
- developing and expanding workshop space to allow training to continue in light of social distancing requirements
- establishing the BBA as an important landmark in the local area as well as the larger business and charity community
- using professional advisors where necessary
- to constantly hold public benefit as the main driver in decision making through rigorous discussion and challenging of ideas, policies and processes
- fostering relationships with complimentary organisations both locally and further afield

**Report of the Trustees
for the Year Ended 31 August 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a company limited by guarantee incorporated on 6 June 2003 and registered as a charity on 7 January 2020. The company has Companies Act 2006 Articles and therefore does not have a Memorandum of Association. It is governed under its Articles of Association.

Recruitment and appointment of new trustees

The directors/trustees may by board resolution:

1. appoint a person who is willing to act to be a director; and
2. appoint the Principal to be a director, if they consider that it would be in the best interests of the charity for them to do so.

A director retiring may offer himself or herself for re-election and for a period not exceeding five years. There is no limit on the number of terms of office, however, the board will determine the term of their reappointment (not exceeding 5 years) after consultation with the individual.

Organisational structure

The trustees are responsible for the sub-management and control of the Boat Building Academy and meet formally four times a year with the executive committee of trustees meeting monthly and reporting to the board. Policies are implemented by the Principal who is also a trustee.

The Principal is paid a salary and there is provision in the BBA articles of association to allow this. All other trustees give their time freely. While no remuneration or expenses were paid in the year, reasonable expenses are available to trustees.

The Principal undertakes the key leadership role; overseeing educational, pastoral and administrative functions in consultation with the training manager, tutors and the office manager. The day to day administration of the BBA is undertaken within the policies and procedures approved by the trustees which provide for only significant expenditure decisions and major capital projects to be referred to the Trustees for prior approval. The Principal oversees the recruitment of all staff.

Induction and training of new trustees

New trustees are issued with an induction pack containing:

- Latest annual report and accounts
- The most recent Principal's report
- The most recent board and committee minutes
- Copies of the BBA's key policies and procedures
- Copies of the Charity Commission's key pieces of guidance - especially CC3 and the public benefit guidance

Five of the current trustees are graduates of the BBA Boat Building or Furniture Making courses and are therefore well-versed with the approach and ethos. Those trustees who are new to the BBA have a guided tour of the facilities and meet all the staff as part of their induction.

All trustees are invited to BBA events such as boat launches, furniture exhibitions and open days to give them a better understanding of the culture and purpose.

Key management remuneration

The Trustees including the Principal consider that they are the key management personnel. The Trustees give of their time freely. The pay and remuneration of the Principal and all other staff is set by the Trustees and is kept under annual review.

A number of criteria are used in setting pay:

- Nature of the role and responsibilities
- Assessment of the Academy's results and future budgets together with student numbers compared with plan.
- Competitor salaries in the region
- The sector average salary for comparable positions
- Trends in pay in recent years

**Report of the Trustees
for the Year Ended 31 August 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04789584 (England and Wales)

Registered Charity number

1187235

Registered office

Lyme Regis Marine Centre
Monmouth Beach
Lyme Regis
Dorset
DT7 3JN

Trustees

T J H Gedge (resigned 22.4.21)

R H Aylott

J Lloyd-Davies

W M Reed

Ms B R Bathurst

R T Martin (resigned 20.2.21)

Ms G H McGarva

R Jennings (appointed 18.1.21)

G C Pickett (appointed 15.7.21)

Company Secretary

J Lloyd-Davies

Independent Examiner

Ward Goodman
4 Cedar Park
Cobham Road
Ferndown Industrial Estate
Wimborne
Dorset
BH21 7SF

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 22 April 2022 and signed on the board's behalf by:


.....
W M Reed - Trustee

**Independent Examiner's Report to the Trustees of
Boat Building Academy Limited**

Independent examiner's report to the trustees of Boat Building Academy Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2021.

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.

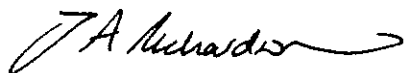
Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ICAEW 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.



J Richardson ACA FCCA DChA
ICAEW
Ward Goodman
4 Cedar Park
Cobham Road
Ferndown Industrial Estate
Wimborne
Dorset
BH21 7SF

Date: 5th May 2022.....

Boat Building Academy Limited

**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 August 2021**

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	107,062	70,456	177,518	126,171
Other trading activities	4	538,585	-	538,585	545,970
Investment income	5	396	-	396	1,153
Total		<u>646,043</u>	<u>70,456</u>	<u>716,499</u>	<u>673,294</u>
EXPENDITURE ON					
Raising funds	6	436,874	-	436,874	415,308
Charitable activities	7				
Charitable activities		296,138	41,369	337,507	280,308
Total		<u>733,012</u>	<u>41,369</u>	<u>774,381</u>	<u>695,616</u>
NET INCOME/(EXPENDITURE)		<u>(86,969)</u>	<u>29,087</u>	<u>(57,882)</u>	<u>(22,322)</u>
Transfers between funds	21	<u>39,037</u>	<u>(39,037)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>(47,932)</u>	<u>(9,950)</u>	<u>(57,882)</u>	<u>(22,322)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		82,485	10,000	92,485	114,807
TOTAL FUNDS CARRIED FORWARD		<u>34,553</u>	<u>50</u>	<u>34,603</u>	<u>92,485</u>

The notes form part of these financial statements

Boat Building Academy Limited (Registered number: 04789584)

**Balance Sheet
31 August 2021**

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	14	51,508	-	51,508	4,230
CURRENT ASSETS					
Stocks	15	33,477	-	33,477	36,821
Debtors	16	26,057	-	26,057	38,385
Cash at bank		412,408	50	412,458	278,807
		<u>471,942</u>	<u>50</u>	<u>471,992</u>	<u>354,013</u>
CREDITORS					
Amounts falling due within one year	17	(281,169)	-	(281,169)	(265,758)
NET CURRENT ASSETS		<u>190,773</u>	<u>50</u>	<u>190,823</u>	<u>88,255</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		242,281	50	242,331	92,485
CREDITORS					
Amounts falling due after more than one year	18	(207,728)	-	(207,728)	-
NET ASSETS		<u>34,553</u>	<u>50</u>	<u>34,603</u>	<u>92,485</u>
FUNDS	21				
Unrestricted funds				34,553	82,485
Restricted funds				<u>50</u>	<u>10,000</u>
TOTAL FUNDS				<u>34,603</u>	<u>92,485</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

The financial statements were approved by the Board of Trustees and authorised for issue on 27 April 2022 and were signed on its behalf by:

The notes form part of these financial statements

Balance Sheet - continued
31 August 2021



.....
G C Fickett - Trustee

Boat Building Academy Limited

**Cash Flow Statement
for the Year Ended 31 August 2021**

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	(27,082)	(239,767)
Net cash used in operating activities		<u>(27,082)</u>	<u>(239,767)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(56,608)	(1,838)
Interest received		396	1,153
Net cash used in investing activities		<u>(56,212)</u>	<u>(685)</u>
Cash flows from financing activities			
New loans in year		220,000	-
Loan repayments in year		(3,055)	-
Net cash provided by financing activities		<u>216,945</u>	<u>-</u>
Change in cash and cash equivalents in the reporting period		<u>133,651</u>	<u>(240,452)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>278,807</u>	<u>519,259</u>
Cash and cash equivalents at the end of the reporting period		<u><u>412,458</u></u>	<u><u>278,807</u></u>

The notes form part of these financial statements

Boat Building Academy Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 August 2021**

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(57,882)	(22,322)
Adjustments for:		
Depreciation charges	9,330	3,739
Interest received	(396)	(1,153)
Decrease in stocks	3,344	4,984
Decrease/(increase) in debtors	12,328	(18,910)
Increase/(decrease) in creditors	6,194	(206,105)
Net cash used in operations	<u>(27,082)</u>	<u>(239,767)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.9.20 £	Cash flow £	At 31.8.21 £
Net cash			
Cash at bank	278,807	133,651	412,458
	<u>278,807</u>	<u>133,651</u>	<u>412,458</u>
Debt			
Debts falling due within 1 year	-	(36,667)	(36,667)
Debts falling due after 1 year	-	(180,278)	(180,278)
	<u>-</u>	<u>(216,945)</u>	<u>(216,945)</u>
Total	<u>278,807</u>	<u>(83,294)</u>	<u>195,513</u>

The notes form part of these financial statements

Boat Building Academy Limited

Notes to the Financial Statements for the Year Ended 31 August 2021

1. LEGAL FORM

The Charity (registration number 1187235) is a public benefit entity, limited by guarantee, incorporated in England and Wales (company number 04789584), and consequently does not have share capital.

The address of its registered office is: Lyme Regis Marine Centre, Monmouth Beach, Lyme Regis, Dorset DT7 3JN

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

On 7th January 2020, Boat Building Academy Limited (company number 04789584) registered as a Charitable company (Charity registration number 1187235). The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

Government grants

Government grants include money received as part of the Covid-19 Job Retention Scheme. Income is recognised in the same period in which the related payroll expenditure is recorded.

Expenditure

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

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 20% on cost
Improvements to property	- 10% on cost
Plant and machinery	- Straight line over 3 years
Fixtures and fittings	- Straight line over 3 years

Stocks

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

Stock is valued on a "First in, first out" basis.

Taxation

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

Fund accounting

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

Boat Building Academy Limited

Notes to the Financial Statements - continued for the Year Ended 31 August 2021

2. ACCOUNTING POLICIES - continued

Fund accounting

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

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

Pension costs and other post-retirement benefits

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

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.

Cash at Bank and in hand

Cash at bank and 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.

Creditors

Creditors 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.

3. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations	35,316	16,192
Legacies	15,000	8,000
Grants	127,202	101,979
	<u>177,518</u>	<u>126,171</u>

Grants received, included in the above, are as follows:

	2021	2020
	£	£
Job Retention Scheme	87,623	94,479
Shipwright - WCS Grant	5,000	-
Garfield Weston Foundation	5,000	-
Dorset Council	14,143	7,500
Dorset Growth Hub	5,000	-
The Foyle Foundation	10,000	-
Coronavirus Business Interruption Loan Scheme	436	-
	<u>127,202</u>	<u>101,979</u>

Boat Building Academy Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2021**

4. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Course income	369,787	374,788
Materials	25,511	23,935
Woodworking skills	94,288	87,908
Wood	22,104	23,076
Accommodation	20,533	32,098
Washing machine money	-	791
Miscellaneous	6,362	3,374
	<u>538,585</u>	<u>545,970</u>

5. INVESTMENT INCOME

	2021	2020
	£	£
Interest receivable - trading	<u>396</u>	<u>1,153</u>

6. RAISING FUNDS

Other trading activities

	2021	2020
	£	£
Opening stock	36,821	41,805
Closing stock	(33,477)	(36,821)
Staff costs	424,123	405,550
Bad debts	77	1,035
Depreciation	9,330	3,739
	<u>436,874</u>	<u>415,308</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 8) £	Support costs (see note 9) £	Totals £
Charitable activities	<u>280,902</u>	<u>18,000</u>	<u>38,605</u>	<u>337,507</u>

Charitable activity costs for the year ended 31 August 2020 totalled £280,308.

Boat Building Academy Limited

Notes to the Financial Statements - continued for the Year Ended 31 August 2021

8. GRANTS PAYABLE

	2021	2020
	£	£
Charitable activities	<u>18,000</u>	<u>-</u>

The total grants paid to individuals during the year was as follows:

	2021	2020
	£	£
Bursary grants	<u>18,000</u>	<u>-</u>

9. SUPPORT COSTS

	Management	Finance	Information technology	Human resources	Totals
	£	£	£	£	£
Charitable activities	<u>32,957</u>	<u>1,459</u>	<u>3,753</u>	<u>436</u>	<u>38,605</u>

Support costs for the year ended 31 August 2020 totalled £31,355.

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation - owned assets	9,330	3,739
Independent examination	2,040	1,980
Accounts preparation fees	<u>540</u>	<u>540</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

William Reed, Director & Trustee, received remuneration totalling £40,000 (2020: £20,000) in the financial year ended 31 August 2021. Employer pension contributions totalling £1,053 (2020: £506) were made over the same period. William Reed was remunerated from March 2020 in the year ended 31 August 2020.

Trustees' expenses

There were no trustees' expenses paid during the year ended 31 August 2021 nor for the year ended 31 August 2020.

12. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	388,648	368,298
Social security costs	28,457	29,822
Other pension costs	7,018	7,430
	<u>424,123</u>	<u>405,550</u>

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

	2021	2020
	13	14

Boat Building Academy Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2021**

12. STAFF COSTS - continued

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

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	111,171	15,000	126,171
Other trading activities	545,970	-	545,970
Investment income	1,153	-	1,153
Total	658,294	15,000	673,294
 EXPENDITURE ON			
Raising funds	415,308	-	415,308
Charitable activities			
Charitable activities	275,142	5,166	280,308
Total	690,450	5,166	695,616
 NET INCOME/(EXPENDITURE)	(32,156)	9,834	(22,322)
 Transfers between funds	(166)	166	-
Net movement in funds	(32,322)	10,000	(22,322)
 RECONCILIATION OF FUNDS			
Total funds brought forward	114,807	-	114,807
 TOTAL FUNDS CARRIED FORWARD	82,485	10,000	92,485

Boat Building Academy Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2021**

14. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST					
At 1 September 2020	10,912	-	74,249	408	85,569
Additions	-	51,928	4,680	-	56,608
Disposals	(10,912)	-	(63,806)	-	(74,718)
	<u>-</u>	<u>51,928</u>	<u>15,123</u>	<u>408</u>	<u>67,459</u>
At 31 August 2021	-	51,928	15,123	408	67,459
DEPRECIATION					
At 1 September 2020	10,912	-	70,291	136	81,339
Charge for year	-	5,193	4,001	136	9,330
Eliminated on disposal	(10,912)	-	(63,806)	-	(74,718)
	<u>-</u>	<u>5,193</u>	<u>10,486</u>	<u>272</u>	<u>15,951</u>
At 31 August 2021	-	5,193	10,486	272	15,951
NET BOOK VALUE					
At 31 August 2021	<u>-</u>	<u>46,735</u>	<u>4,637</u>	<u>136</u>	<u>51,508</u>
At 31 August 2020	<u>-</u>	<u>-</u>	<u>3,958</u>	<u>272</u>	<u>4,230</u>

15. STOCKS

	2021 £	2020 £
Stocks	<u>33,477</u>	<u>36,821</u>

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Service charges due	13,914	12,736
Other debtors	5,079	18,307
Prepayments	7,064	7,342
	<u>26,057</u>	<u>38,385</u>

Boat Building Academy Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2021**

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Bank loans and overdrafts (see note 19)	36,667	-
Trade creditors	14,680	6,408
Social security and other taxes	8,306	8,559
Other creditors	6,312	7,030
Service charges paid in arrears	63,935	51,909
Accruals and deferred income	151,269	191,852
	<u>281,169</u>	<u>265,758</u>

Income is deferred for courses that run over a period of weeks and have not yet been completed. The income is released monthly over the duration of the course.

	£
Deferred income b/f	188,680
New invoices raised	273,735
Amounts released	<u>(325,153)</u>
Deferred income c/f	<u>137,262</u>

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021	2020
	£	£
Bank loans (see note 19)	180,278	-
Accruals and deferred income	27,450	-
	<u>207,728</u>	<u>-</u>

19. LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>36,667</u>	<u>-</u>
Amounts falling due between two and 5 years:		
Bank loans - 2-5 years	146,667	-
Amounts falling due in more than five years:		
Repayable by installments:		
Bank loans due in more than 5 yr by installments	<u>33,611</u>	<u>-</u>
	<u>180,278</u>	<u>-</u>

The bank loans are secured under a fixed and floating charge against the assets of the company.

Boat Building Academy Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2021**

20. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021 £	2020 £
Within one year	66,000	66,000
Between one and five years	230,750	200,500
In more than five years	59,500	-
	<u>356,250</u>	<u>266,500</u>

21. MOVEMENT IN FUNDS

	At 1.9.20 £	Net movement in funds £	Transfers between funds £	At 31.8.21 £
Unrestricted funds				
General fund	62,485	(90,829)	39,037	10,693
Bursary (Designated)	20,000	3,860	-	23,860
	<u>82,485</u>	<u>(86,969)</u>	<u>39,037</u>	<u>34,553</u>
Restricted funds				
Bursary	10,000	(17,950)	8,000	50
Covid-19 Building Works	-	47,037	(47,037)	-
	<u>10,000</u>	<u>29,087</u>	<u>(39,037)</u>	<u>50</u>
TOTAL FUNDS	<u>92,485</u>	<u>(57,882)</u>	<u>-</u>	<u>34,603</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	642,183	(733,012)	(90,829)
Bursary (Designated)	3,860	-	3,860
	<u>646,043</u>	<u>(733,012)</u>	<u>(86,969)</u>
Restricted funds			
Bursary	50	(18,000)	(17,950)
Covid-19 Building Works	70,406	(23,369)	47,037
	<u>70,456</u>	<u>(41,369)</u>	<u>29,087</u>
TOTAL FUNDS	<u>716,499</u>	<u>(774,381)</u>	<u>(57,882)</u>

Boat Building Academy Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2021**

21. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.9.19 £	Net movement in funds £	Transfers between funds £	At 31.8.20 £
Unrestricted funds				
General fund	114,807	(32,156)	(20,166)	62,485
Bursary (Designated)	-	-	20,000	20,000
	<u>114,807</u>	<u>(32,156)</u>	<u>(166)</u>	<u>82,485</u>
Restricted funds				
Computer	-	(166)	166	-
Bursary	-	10,000	-	10,000
	<u>-</u>	<u>9,834</u>	<u>166</u>	<u>10,000</u>
TOTAL FUNDS	<u>114,807</u>	<u>(22,322)</u>	<u>-</u>	<u>92,485</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	658,294	(690,450)	(32,156)
Restricted funds			
Computer	5,000	(5,166)	(166)
Bursary	10,000	-	10,000
	<u>15,000</u>	<u>(5,166)</u>	<u>9,834</u>
TOTAL FUNDS	<u>673,294</u>	<u>(695,616)</u>	<u>(22,322)</u>

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

	At 1.9.19 £	Net movement in funds £	Transfers between funds £	At 31.8.21 £
Unrestricted funds				
General fund	114,807	(122,985)	18,871	10,693
Bursary (Designated)	-	3,860	20,000	23,860
	<u>114,807</u>	<u>(119,125)</u>	<u>38,871</u>	<u>34,553</u>
Restricted funds				
Computer	-	(166)	166	-
Bursary	-	(7,950)	8,000	50
Covid-19 Building Works	-	47,037	(47,037)	-
	<u>-</u>	<u>38,921</u>	<u>(38,871)</u>	<u>50</u>
TOTAL FUNDS	<u>114,807</u>	<u>(80,204)</u>	<u>-</u>	<u>34,603</u>

Boat Building Academy Limited

Notes to the Financial Statements - continued for the Year Ended 31 August 2021

21. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,300,477	(1,423,462)	(122,985)
Bursary (Designated)	3,860	-	3,860
	<u>1,304,337</u>	<u>(1,423,462)</u>	<u>(119,125)</u>
Restricted funds			
Computer	5,000	(5,166)	(166)
Bursary	10,050	(18,000)	(7,950)
Covid-19 Building Works	70,406	(23,369)	47,037
	<u>85,456</u>	<u>(46,535)</u>	<u>38,921</u>
TOTAL FUNDS	<u><u>1,389,793</u></u>	<u><u>(1,469,997)</u></u>	<u><u>(80,204)</u></u>

Purposes for restricted funds

Computer fund - Restricted for the purchase of new laptops for use by the charity.

Bursary fund - Restricted funds to be awarded as student bursaries.

Transfers between funds

Transferred amounts on the Covid-19 Building works fund represent overspend on a fund that has been covered by unrestricted reserves. A transfer was also performed to hold the capitalised expenditure within the year under the general fund whilst still recognising the fulfilment of the restriction in the Covid-19 Building works fund.

A transfer of £8,000 was made on a legacy debtor included in the prior year accounts. On receipt of the payment in this financial year the executor of the estate requested the money be restricted for use for bursaries.

22. RELATED PARTY DISCLOSURES

The following related party transactions occurred in the year.

Commander Timothy Gedge, Former Director and Trustee, received payments totalling £36,000 for the year ended 31 August 2021 (2020:£56,500) for rental of the building.

Donations made by Trustees during the year amounted to £980 (2020 - £nil).

Bursaries donated by Trustees during the year amounted to £15,000 (2020 - £nil).

Mr Robert Jennings, Director and Trustee, received £1,000 (2020 - £nil) from the entity for tutoring services provided in the year.

A Trustee has provided a guarantee on behalf of the company for one of the buildings occupied by the charity and rented from a third party. The guarantee amounts to £24,000 (2020 - £nil).

Employment related payments made to Mr William Reed (Principal, Director and Trustee) are disclosed in note 11.