

Charity registration number 269282

HANWORTH COMMUNITY ASSOCIATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

HANWORTH COMMUNITY ASSOCIATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	C J Foston K Watkins
Charity number	269282
Principal address	The Pines Community Centre Hanworth Road Bracknell Berkshire RG12 7WX
Independent examiner	Stiles & Company 2 Lake End Court Taplow Road Taplow Maidenhead Berkshire SL6 0JQ

HANWORTH COMMUNITY ASSOCIATION

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HANWORTH COMMUNITY ASSOCIATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their annual report and financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the association'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)" (effective 1 January 2019).

Objectives and activities

The objectives of the association are to promote the benefit of the inhabitants of the neighbourhood of Hanworth without distinction of sex, sexual orientation, race or of political, religious or other opinions. This is achieved by associating together the inhabitants and local authorities, voluntary and other organisations in a common effort to advance education and to provide facilities in the interests of social welfare for recreation and leisure time occupation with the object of improving the conditions of life for those inhabitants.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the association should undertake.

The main activities undertaken for the public benefit are as follows:

- Preschool
- Brownies
- Guides
- Fund raising
- Bookings for function events

Achievements and performance

The preschool continues to provide facilities for 2 to 4 year olds.

Guides and Brownies resumed providing activities for young people following a closure due to COVID-19.

Bookings for function events have continued to generate income for the purpose of the association.

Financial review

It is the policy of the association that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the association's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The association is an unincorporated entity which is governed by the association's constitution.

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

C J Foston

K Watkins

P Abbot

(Deceased 4 November 2021)

The association's trustees are elected by the members at each annual general meeting.


None of the trustees has any beneficial interest in the association. All of the trustees are members of the association and guarantee to contribute £1 in the event of a winding up.

HANWORTH COMMUNITY ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

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



C.J. Foston

Chairman and Trustee

Date: 30/8/22



K. Watkin

Secretary

HANWORTH COMMUNITY ASSOCIATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF HANWORTH COMMUNITY ASSOCIATION

I report to the trustees on my examination of the financial statements of Hanworth Community Association (the association) for the year ended 31 December 2021.

Responsibilities and basis of report

As the trustees of the association you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the association's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 that in any material respect:

- 1 accounting records were not kept in respect of the association as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do 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 financial statements to be reached.

Philip Ormerod ACCA (2129200)

Stiles & Company

2 Lake End Court
Taplow Road
Taplow
Maidenhead
Berkshire
SL6 0JQ

Dated:

30/08/22
Stiles & Co

HANWORTH COMMUNITY ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
	Notes						
Income from:							
Donations and legacies	3	-	133,472	133,472	16,225	101,662	117,887
Charitable activities	4	10,662	12,918	23,580	13,760	7,596	21,356
Investments	5	-	-	-	1	-	1
Total income		10,662	146,390	157,052	29,986	109,258	139,244
Expenditure on:							
Charitable activities	6	14,551	117,561	132,112	26,144	100,293	126,437
Net (outgoing)/Incoming resources before transfers		(3,889)	28,829	24,940	3,842	8,965	12,807
Gross transfers between funds		7,500	(7,500)	-	-	-	-
Net income for the year/ Net movement in funds		3,611	21,329	24,940	3,842	8,965	12,807
Fund balances at 1 January 2021		10,097	12,516	22,613	6,255	3,551	9,806
Fund balances at 31 December 2021		13,708	33,845	47,553	10,097	12,516	22,613

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

All income and expenditure derive from continuing activities.

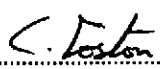
HANWORTH COMMUNITY ASSOCIATION


BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	10		1,743		1,855
Current assets					
Stocks	11	219		219	
Debtors	12	5,397		5,422	
Cash at bank and in hand		70,646		38,804	
		<u>76,262</u>		<u>44,445</u>	
Creditors: amounts falling due within one year	13	<u>(30,452)</u>		<u>(23,687)</u>	
Net current assets			45,810		20,758
Total assets less current liabilities			<u>47,553</u>		<u>22,613</u>
Income funds					
Restricted funds			33,845		12,516
Unrestricted funds			13,708		10,097
			<u>47,553</u>		<u>22,613</u>

The financial statements were approved by the Trustees on 30/8/22


C J Foston
Chairman and Trustee


K Watkin
Secretary

HANWORTH COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity Information

Hanworth Community Association is an unincorporated association governed by its constitution.

1.1 Accounting convention

The financial statements have been prepared in accordance with the association's constitution, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The association is a Public Benefit Entity as defined by FRS 102.

The association has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

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

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

These financial statements for the year ended 31 December 2021 are the first financial statements of Hanworth Community Association prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 January 2020. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Going concern

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

1.3 Charitable funds

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

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the association.

1.4 Income

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

Cash donations are recognised on receipt. Other donations are recognised once the association 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.

HANWORTH COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the association 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.

The charity receives government grants in respect of Preschool activities. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

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

1.6 Tangible fixed assets

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

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

Leasehold improvements	25% reducing balance
Plant and equipment	25% reducing balance
Fixtures and fittings	25% reducing balance
Computers	25% reducing balance

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 the statement of financial activities.

1.7 Impairment of fixed assets

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

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

HANWORTH COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.9 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.

1.10 Financial instruments

The association has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the association's balance sheet when the association 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 are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

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

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

Derecognition of financial liabilities

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

1.11 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 association is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

HANWORTH COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Restricted funds	Unrestricted funds	Restricted funds	Total
	2021	2020	2020	2020
	£	£	£	£
Government grants	133,472	16,225	101,662	117,887
Grants receivable for core activities				
Bracknell Forest Council	133,472	16,225	101,662	117,887
	133,472	16,225	101,662	117,887

4 Charitable activities

	Preschool 2021 £	Community Association 2021 £	Total 2021 £	Preschool 2020 £	Community Association 2020 £	Total 2020 £
Preschool fees received	12,918	-	12,918	13,296	-	13,296
Bookings income	-	1,906	1,906	-	1,858	1,858
Rental income	-	8,715	8,715	-	5,518	5,518
Other income	-	41	41	-	684	684
	12,918	10,662	23,580	13,296	8,060	21,356
Analysis by fund						
Unrestricted funds	-	10,662	10,662	-	13,760	13,760
Restricted funds	12,918	-	12,918	13,296	(5,700)	7,596
	12,918	10,662	23,580	13,296	8,060	21,356

HANWORTH COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

5 Investments

	Total	Unrestricted funds
	2021	2020
	£	£
Interest receivable	-	1

6 Charitable activities

	Preschool	Community Association	Total 2021	Preschool	Community Association	Total 2020
	2021	2021		2020	2020	
	£	£	£	£	£	£
Staff costs	107,169	-	107,169	90,179	-	90,179
Educational costs	5,240	-	5,240	2,637	-	2,637
	<u>112,409</u>	<u>-</u>	<u>112,409</u>	<u>92,816</u>	<u>-</u>	<u>92,816</u>
Share of support costs (see note 7)	2,581	13,819	16,400	6,034	25,312	31,346
Share of governance costs (see note 7)	2,571	732	3,303	1,443	832	2,275
	<u>117,561</u>	<u>14,551</u>	<u>132,112</u>	<u>100,293</u>	<u>26,144</u>	<u>126,437</u>
Analysis by fund						
Unrestricted funds	-	14,551	14,551	-	26,144	26,144
Restricted funds	<u>117,561</u>	<u>-</u>	<u>117,561</u>	<u>100,293</u>	<u>-</u>	<u>100,293</u>
	<u>117,561</u>	<u>14,551</u>	<u>132,112</u>	<u>100,293</u>	<u>26,144</u>	<u>126,437</u>

HANWORTH COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Support costs	16,400	-	16,400	31,346	-	31,346
Audit and bookkeeping fees	-	3,303	3,303	-	2,275	2,275
	<u>16,400</u>	<u>3,303</u>	<u>19,703</u>	<u>31,346</u>	<u>2,275</u>	<u>33,621</u>
Analysed between Charitable activities	<u>16,400</u>	<u>3,303</u>	<u>19,703</u>	<u>31,346</u>	<u>2,275</u>	<u>33,621</u>

8 Trustees

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

9 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
	<u>9</u>	<u>8</u>
Employment costs	2021	2020
	£	£
Wages and salaries	104,543	90,179
Other pension costs	<u>2,626</u>	<u>-</u>
	<u>107,169</u>	<u>90,179</u>

There were no employees whose annual remuneration was more than £60,000.

HANWORTH COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

10 Tangible fixed assets

	Leasehold improvements	Plant and equipment	Fixtures and fittings	Computers	Total
	£	£	£	£	£
Cost					
At 1 January 2021	24,102	3,051	19,998	8,456	55,607
Additions	-	-	-	470	470
At 31 December 2021	24,102	3,051	19,998	8,926	56,077
Depreciation and impairment					
At 1 January 2021	23,452	2,325	19,658	8,317	53,752
Depreciation charged in the year	163	182	85	152	582
At 31 December 2021	23,615	2,507	19,743	8,469	54,334
Carrying amount					
At 31 December 2021	487	544	255	457	1,743
At 31 December 2020	650	967	99	139	1,855

11 Stocks

	2021	2020
	£	£
Raw materials and consumables	219	219

12 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Other debtors	5,397	5,422

13 Creditors: amounts falling due within one year

	Notes	2021	2020
		£	£
Other taxation and social security		2,547	-
Government grants	14	23,910	22,337
Other creditors		1,495	-
Accruals and deferred income		2,500	1,350
		30,452	23,687

HANWORTH COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

14 Government grants

Deferred income is included in the financial statements as follows:

	2021 £	2020 £
Deferred income is included within:		
Current liabilities	23,910	22,337
	<u>23,910</u>	<u>22,337</u>
Movements in the year:		
Deferred income at 1 January 2021	22,337	13,729
Released from previous periods	(22,337)	(13,729)
Resources deferred in the year	23,910	22,337
	<u>23,910</u>	<u>22,337</u>
Deferred income at 31 December 2021	23,910	22,337
	<u>23,910</u>	<u>22,337</u>

The deferred government grants are in respect of funding received for pre-school services which relate to 2022.

15 Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 December 2021 are represented by:						
Tangible assets	1,199	544	1,743	1,129	726	1,855
Current assets/(liabilities)	12,509	33,301	45,810	8,968	11,790	20,758
	<u>13,708</u>	<u>33,845</u>	<u>47,553</u>	<u>10,097</u>	<u>12,516</u>	<u>22,613</u>

16 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).