

CRANHAM COMMUNITY ASSOCIATION
FINANCIAL STATEMENTS
31 DECEMBER 2022

BROWN & CO LLP

Accountants
2 Lords Court
Cricketers Way
Basildon
Essex
SS13 1SS

CRANHAM COMMUNITY ASSOCIATION
THE REPORT OF THE MANAGEMENT COMMITTEE
YEAR ENDED 31 DECEMBER 2022

The Management Committee has pleasure in presenting its report and the unaudited financial statements of the club for the year ended 31 December 2022.

PRINCIPAL ACTIVITIES AND OPERATIONAL REVIEW

The principal activity of the charity is the provision of a variety of educational and recreational activities to the inhabitants of Cranham Ward and its neighbourhood.

Following the prolonged shut downs due to the Covid restrictions which reduced income for both 2020 & 2021, income increased in 2022 by 45% to £105,987 from 72,960 in 2021.

Of the income generated in the year, Room Hire continued to be the largest income source accounting for 76,413 (72%) of the self generated income compared to £43,326 (59%) last year.

General overheads increased this year by £17,836 (24%) with the main increases being in staffing costs, up £10,038 to £41,907, and also Light & heat as would be expected in the current climate which increased by £3,244 (88%) to £6,917.

Overall, there was a surplus for the year of £13,412 compared to a deficit in 2021 of £1,779. The cash and bank reserves were very healthy at the year end and stood at £14,795 compared to £5,773 and this is despite spending approximately £6,500 on furniture, trolleys and new blinds in the year.

Registered office:
Marlborough Gardens
Cranham
Upminster
Essex
RM14 1SR

Signed on behalf of the trustees

E Beasley
Chairperson

Approved by the Management Committee on 30 May 2023

CRANHAM COMMUNITY ASSOCIATION
ACCOUNTANTS' REPORT TO THE MANAGEMENT COMMITTEE OF
CRANHAM COMMUNITY ASSOCIATION
YEAR ENDED 31 DECEMBER 2022

As described on the balance sheet, you are responsible for the preparation of the financial statements for the year ended 31 December 2022.

You consider that the club is exempt from an audit under the Co-operative and Community Benefit Societies Act 2014.

In accordance with your instructions we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

BROWN & CO LLP
Accountants

2 Lords Court
Cricketers Way
Basildon
Essex
SS13 1SS

30 May 2023

These financial statements were approved by the Management Committee and authorised for issue on the 30 May 2023 and are signed on their behalf by:

E Beasley
Chairperson

CRANHAM COMMUNITY ASSOCIATION

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 2022

	Note	2022 £	2021 £
REVENUE		105,987	72,960
Administrative expenses		92,575	74,739
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		13,412	(1,779)
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		13,412	(1,779)
Balance brought forward		4,955	6,734
Balance carried forward		18,367	4,955

CRANHAM COMMUNITY ASSOCIATION

BALANCE SHEET

31 DECEMBER 2022

	Note	2022 £	2021 £
FIXED ASSETS			
Tangible assets	3	6,322	1,782
CURRENT ASSETS			
Stocks		70	100
Cash at bank and in hand		14,795	5,773
		14,865	5,873
CREDITORS: Amounts falling due within one year	4	2,820	2,700
NET CURRENT ASSETS		12,045	3,173
TOTAL ASSETS LESS CURRENT LIABILITIES		18,367	4,955
CAPITAL AND RESERVES			
Profit and loss account		18,367	4,955
MEMBERS' FUNDS		18,367	4,955

The trustees of the Management Committee acknowledge their responsibilities for:

- (i) ensuring that the club keeps proper accounting records which comply with sections 75 and 76 of the Co-operative and Community Benefit Societies Act 2014 (the Act),
- (ii) establishing and maintaining a satisfactory system of its books of accounts, its cash holdings and all its receipts and remittances in order to comply with sections 75 and 76 of the Act, and
- (iii) preparing financial statements which give a true and fair view of the state of affairs of the club as at the end of the financial year and of its profit for the financial year in accordance with the requirements of section 80, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the club.

These accounts have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

These financial statements were approved by the Management Committee and authorised for issue on the 30 May 2023 and are signed on their behalf by:

E Beasley
Chairperson

Club Registration Number: 271139

CRANHAM COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Cash flow statement

The Management Committee has taken advantage of the exemption in Financial Reporting Standard for Smaller Entities (effective April 2008) from including a Cash flow statement in the financial statements on the grounds that the club is small.

Turnover

Turnover represents monies received from various sources and activities generated by the association.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

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

Property Improvements	25% Net Book Value
Centre Equipment	25% Net Book Value
Fixtures & Fittings	25% Net Book Value
Office Equipment	25% Net Book Value

Stocks

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

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

CRANHAM COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES *(continued)*

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the Balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the Profit and Loss Account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

2. OPERATING PROFIT/(LOSS)

Operating profit/(loss) is stated after charging:

	2022 £	2021 £
Depreciation of owned fixed assets	<u>2,106</u>	<u>593</u>

CRANHAM COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

3. TANGIBLE ASSETS

	Leasehold Property £	Centre Equipment £	Fixtures & Fittings £	Office Equipment £	Total £
COST					
At 1 January 2022	8,026	3,231	21,042	1,953	34,252
Additions	—	—	6,646	—	6,646
At 31 December 2022	8,026	3,231	27,688	1,953	40,898
DEPRECIATION					
At 1 January 2022	7,772	2,630	20,142	1,926	32,470
Charge for the year	63	150	1,886	7	2,106
At 31 December 2022	7,835	2,780	22,028	1,933	34,576
NET BOOK VALUE					
At 31 December 2022	191	451	5,660	20	6,322
At 31 December 2021	254	601	900	27	1,782

4. CREDITORS: Amounts falling due within one year

	2022 £	2021 £
Other creditors	2,820	2,700

CRANHAM COMMUNITY ASSOCIATION

MANAGEMENT INFORMATION

YEAR ENDED 31 DECEMBER 2022

**The following pages do not form part of the statutory financial statements
which are the subject of the accountants' report on page22222.**

CRANHAM COMMUNITY ASSOCIATION

DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 2022

	Note	2022 £	2021 £
REVENUE			
Membership subscriptions		3,260	2,926
Scrabble, darts, keep fit, karate & games etc		2,362	366
Dances		4,700	–
Bowls subscriptions		3,265	1,108
Coffee bar		2,095	341
Room hire		76,413	43,326
Donations & gifts		13,870	14,895
Photocopier & telephone		22	–
Government covid grant		–	9,998
		<u>105,987</u>	<u>72,960</u>
OVERHEADS			
Wages and salaries		41,907	31,869
Rent		17,000	17,000
Rates and water		378	1,680
Light and heat		6,917	3,673
Insurance		739	722
Repairs and maintenance (allowable)		8,624	9,098
Laundry & cleaning		8,650	5,182
Telephone		1,185	1,541
Printing, stationery and postage		1,264	491
Sundry expenses		985	130
Accountancy fees		2,820	2,760
Depreciation		2,106	593
		<u>92,575</u>	<u>74,739</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES		<u><u>13,412</u></u>	<u><u>(1,779)</u></u>