

**DILHORNE RECREATION CENTRE**

**REGISTERED CHARITY No. 522635**

**TRUSTEES REPORT AND ACCOUNTS**

**FOR THE YEAR ENDED**

**31 DECEMBER 2022**

**DILHORNE RECREATION CENTRE  
TRUSTEES REPORT AND ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2022**

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**Dilhorne Recreation Centre  
Report of the Trustees  
For Year Ended 31 December 2022**

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The trustees are the management committee of Dilhorne Recreation Centre and administrate the trust on behalf of the custodian trustees Dilhorne Parish Council. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005. The trustees present their report with the financial statements for the Charity and trading arm DRC Bar Ltd for the year ended 31 December 2022.

## **REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity No:**  
522635

**Registered address:**  
New Road  
Dilhorne  
Stoke-on-Trent  
ST10 2PQ

### **Trustees:**

Jolle Carnall - Chairperson & PC Representative  
Gary Simms - Vice Chairperson  
Eloise Whitehall - Treasurer & PC Representative  
Ryan Brassington - Secretary  
Rachel Challinor - Booking Secretary & PC Representative

## **STRUCTURE, GOVERNANCE & MANAGEMENT**

The charity is controlled by its governing document, the constitution sealed in 1969 which defines the trust purpose as the provision and maintenance of a recreation ground, playing field and community centre for the benefit of the inhabitants of the parishes of Cheadle and Dilhorne and the immediate neighbourhood thereof, without distinction of sex, race, political, religious or other opinion, and in particular, the provision of physical exercise and training, meetings, lectures and classes and other such forms of recreation and leisure time occupation having the condition of improving the conditions of life for the said inhabitants as the committee of management shall see fit.

The charity trading arm DRC Bar Ltd provides the management of the Village Hall Bar and donates any profits to the charity.

The Directors of DRC Bar Ltd, Ms H Thurstan and Mr W D Bateman, are volunteers at the charity.

### **Risk Management**

The management committee are concerned about the rising running costs for the village hall. With the village hall only covering running costs there is concern around the funding of improvement works needed to the grounds and hall itself.

**Report of the Trustees For Year Ended 31 December 2022 (CONTINUED)****OBJECTIVES AND ACTIVITIES****Objectives and aims**

The charity's principal objective is to provide the recreation ground, playing field and community centre for the benefit for all local people, we provide tennis courts, a bowling green and a playground for the provision of physical exercise with the hall available for hire to provide training, meetings, lectures and classes and other such forms of recreation and leisure time occupation having the condition of improving the conditions of life for the said inhabitants.

**Principal activities, trading review and future developments.**

The charity's principal activity is hiring the hall for private functions such as wedding ceremonies, christenings or family parties, public classes and providing events for the local community. The trading arm DRC Bar Ltd, provides the Bar facility for private and public functions. Currently the Bar provides a profit which allows the committee to tackle the ongoing upkeep of the grounds and hall.

Net decrease in funds for the year ending 31 December 2022 for the charity was £10,766. Reserves carried forward were £346,305 on the Unrestricted Fund and £42,000 on the Restricted Fund.

During 2022 the Charity invested £34,450 in improvements to the playground area by resurfacing and refencing.

**Fundraising**

During the year, the committee organised an open air theatre evening, which raised £246.

**Public benefit**

The charity continues to fulfill its public benefit duty by hall hire, opportunities to exercise, and other community events to bring the local population together.

**Finance**

There was an unrealised loss on the Charity's investments during the year due to the decrease in the value of COIF funds of £16,909.

During the year the Charity's activities have been financed by its main activities as detailed previously

The Charity adopts a continuous revaluation approach in relation to its investment portfolio. The village hall is included in the accounts at historical cost.

**Report of the Trustees For Year Ended 31 December 2022 (CONTINUED)****STATEMENT OF TRUSTEE RESPONSIBILITIES**

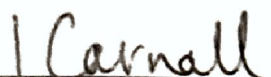
Charity law requires the trustees to prepare financial statements and a statement of assets and liabilities for each financial year, which give a true and fair view of the state of the affairs of the charity and of its financial activities for that year, together with its assets and liabilities at the end of the year, and adequately distinguish any material special trust or other restricted fund of the charity.

In preparing those financial statements the trustees are required to:

- a) select suitable accounting policies and then apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether the policies adopted are in accordance with the appropriate SORP on Accounting by Charities and the Accounting Regulations and with applicable Accounting Standards, subject to any material departures disclosed and explained in the financial statements; and
- d) prepare financial statements on the going concern basis unless it is inappropriate to assume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the charity, and enable them to ensure that the financial statements comply with applicable Accounting Standards and Statements of Recommended Practice and the regulations made under s154 & s155 of the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

The Trustees report was approved on 2 Aug 2023 and signed on their behalf by: The Chair

  
Jolie Carnall  
Chairperson

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE DILHORNE RECREATION CENTRE  
ON THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2022**

I report on the accounts of the Trust for the year ended 31 December 2022, which are set out on pages 6 to 11.

**Respective responsibilities of trustees and examiner**

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is need.

It is my responsibility to

- examine the accounts under section 145 of the 2011 Act.
- to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 act, and
- to state whether particular matters have come to my attention.

**Basis of Independent examiner's report**

My examination was carried out in accordance with general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Centre and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a true and fair view, and the report is limited to those matters set out in the statement below.

**Independent Examiner's Statement**

In the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in, any material respect, the requirements
  - to keep accounting records in accordance with section 130 of the 2011 Act
  - and
  - to prepare accounts which accord with the accounting records and comply with the the accounting requirements of the 2011 Act have not been met.

2. which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Kieran Lynch FCA. FCCA. CTA  
Lynch Accounting Limited  
2 Loring Terrace South  
Newcastle-under-Lyme  
Staffordshire  
ST5 8AF

DATE 2 Aug 2023

**DILHORNE RECREATION CENTRE  
BALANCE SHEET  
AS AT 31 DECEMBER 2022**

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	NOTES	<u>31-Dec-22</u>		<u>31-Dec-21</u>	
		£	£	£	£
<b>Fixed Assets</b>					
Tangible fixed assets	2				
Investments	3		235,318		205,528
			100,018		151,927
			<u>335,336</u>		<u>357,455</u>
<b>Current Assets</b>					
Debtors					
Cash at bank and in hand	4		22,436		28,814
			39,334		16,165
			<u>61,770</u>		<u>44,979</u>
<b>Creditors</b>					
Amounts falling due within one year	5		(8,801)		(3,363)
<b>Net Current Assets</b>			<u>52,969</u>		<u>41,616</u>
<b>Net Assets</b>			<u>388,305</u>		<u>399,071</u>
<b>Funds</b>					
Unrestricted Funds			346,305		357,071
Restricted Funds	6		42,000		42,000
Balance at 31 December 2021			<u>388,305</u>		<u>399,071</u>

These accounts were approved by the Trustees on 2 Aug 2023 and signed on their behalf by:

J Carnall  
Jolie Carnall  
Chairperson

**DILHORNE RECREATION CENTRE  
STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2022**

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	<b>UNRESTRICTED FUNDS</b>	
	<b>31-Dec-22</b>	<b>31-Dec-21</b>
	<b>£</b>	<b>£</b>
<b>INCOMING RESOURCES</b>		
Voluntary Income - Donations		
Activities for Generating Funds	10,414	25,479
Investment Income	671	399
Rental Income	3,241	3,906
Incoming Resources from Charitable Activities	573	611
Function Bookings	21,134	8,522
	<u>36,033</u>	<u>38,917</u>
<b>RESOURCES EXPENDED</b>		
<b>Costs of Generating Funds</b>		
Charitable activities	977	-
Publicity	-	80
	<u>977</u>	<u>80</u>
<b>Costs of Charitable Activities</b>		
Repairs & Maintenance	4,928	2,737
Insurance	1,093	619
Heat, Light & Water	5,613	3,271
Gardening	4,417	2,279
Cleaning	2,491	1,517
Sundries	82	147
Operating lease rentals	996	996
Depreciation	7,517	5,612
	<u>27,137</u>	<u>17,178</u>
<b>Governance Costs</b>		
Telephone	636	556
Stationery, Postage and Computing	518	115
Accountancy	610	590
Legal Fees	12	-
	<u>1,776</u>	<u>1,261</u>
<b>TOTAL RESOURCES EXPENDED</b>	<u>29,890</u>	<u>18,519</u>
<b>NET INCOMING / ( OUTGOING ) RESOURCES</b>	<u>6,143</u>	<u>20,398</u>
<b>GAINS/(LOSSES) ON INVESTMENTS</b>		
Unrealised	(16,909)	18,874
<b>NET MOVEMENT IN FUNDS</b>	<u>(10,766)</u>	<u>39,272</u>

**DILHORNE RECREATION CENTRE  
STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2022 ( CONTINUED )**

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	<b>RESTRICTED FUNDS</b>	<b>UNRESTRICTED FUNDS</b>	<b>TOTAL FUNDS</b>	<b>TOTAL</b>
		<b>31-Dec-22</b>		<b>31-Dec-21</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>NET MOVEMENT IN FUNDS</b>	-	(10,766)	(10,766)	39,272
<b>BALANCE 31 DEC 21</b>	42,000	357,071	399,071	359,799
<b>BALANCE 31 DEC 22</b>	<u>42,000</u>	<u>346,305</u>	<u>388,305</u>	<u>399,071</u>

## 1 ACCOUNTING POLICIES

The following accounting policies have been consistently applied in dealing with items which are considered material in relation to the charity's accounts.

### a) Bases of Accounting

The accounts have been prepared under the historical cost convention, as adjusted for the revaluation of investments, and in accordance with the Accounting & Reporting by Charities SORP and the Charities Act 2011.

### b) Depreciation

Depreciation has been calculated to write off the cost of tangible fixed assets over their estimated useful lives, as follows:

Equipment	- 20% on net book value
Fixtures & Fittings	- 20% on net book value
Playground	- 20 years straight line basis
Office Equipment	- 3 years straight line basis

No depreciation is charged on Freehold Property as it is the charity's policy to maintain such property in good condition. Costs of repairs and maintenance are charged against incomings in the period in which they are incurred.

### c) Operating Leases

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

### d) Grants Received

Grants received are recognised as incoming resources in the period in which they are received

### e) Subsidiary

The charity owns 100% of the issued share capital in the company DRC Bar Limited, which carries on the trade of running the bar at the Dilhorne Recreation Centre. The charity is exempt from preparing group accounts by virtue of SORP 383b, as the gross combined income in the accounting period is less than the audit threshold under the Charities Act 2011.

### f) Investments

Investments held by the charity consist of deposits held in interest earning accounts, shares held in the subsidiary and units held in the COIF Charity Funds. These are stated in the accounts as follows:

Deposits	- at amount invested
Shares in subsidiary	- at cost
COIF units	- at market value

The fluctuations in market value of the COIF units are shown in the accounts under the heading unrealised gains / ( losses ) on investments.

## 2 TANGIBLE FIXED ASSETS

AT COST	Freehold Property £	Equipment £	Fixtures & Fittings £	Playground £	Office Equipment £	Total £
As at 31 December 2021	168,964	17,414	34,477	55,204	1,043	277,102
Additions	-	-	2,025	34,450	832	37,307
Disposals	-	-	-	-	-	-
As at 31 December 2022	<u>168,964</u>	<u>17,414</u>	<u>36,502</u>	<u>89,654</u>	<u>1,875</u>	<u>314,409</u>

## ACCUMULATED DEPRECIATION

As at 31 December 2021	10,030	13,959	27,918	19,320	347	71,574
Charge for the year	-	691	1,717	4,483	626	7,517
Disposals	-	-	-	-	-	-
As at 31 December 2022	<u>10,030</u>	<u>14,650</u>	<u>29,635</u>	<u>23,803</u>	<u>973</u>	<u>79,091</u>

## NET BOOK VALUE

As at 31 December 2021	<u>158,934</u>	<u>3,455</u>	<u>6,559</u>	<u>35,884</u>	<u>696</u>	<u>205,528</u>
As at 31 December 2022	<u>158,934</u>	<u>2,764</u>	<u>6,867</u>	<u>65,851</u>	<u>902</u>	<u>235,318</u>

## 3 INVESTMENTS

AT COST	Bal at 31-Dec-21 £	Additions £	Redemption @ Cost £	Bal at 31-Dec-22 £
COIF Charity Fund	81,528	-	(20,800)	60,728
Investment in subsidiary	2	-	-	2
TOTAL	<u>81,530</u>	<u>-</u>	<u>(20,800)</u>	<u>60,730</u>

AT VALUATION	BAL AT 31-Dec-21 £	Funds Invested /( Withdrawn ) £	Revaluation £	BAL AT 31-Dec-22 £
COIF Charity Fund	151,925	(35,000)	(16,909)	100,016
Investment in subsidiary	2	-	-	2
	<u>151,927</u>	<u>(35,000)</u>	<u>(16,909)</u>	<u>100,018</u>

#### 4 DEBTORS

	<u>31-Dec-22</u>	<u>31-Dec-21</u>
	£	£
Amounts falling due within one year.		
Trade Debtors	8,806	-
Amounts Due from Subsidiary Undertaking	10,157	25,322
Prepayments	3,373	3,492
	<u>22,436</u>	<u>28,814</u>

#### 5 CREDITORS

	<u>31-Dec-22</u>	<u>31-Dec-21</u>
	£	£
Amounts falling due within one year.		
Trade Creditors	6,925	2,424
Other Creditors	1,216	299
Accruals	660	640
	<u>8,801</u>	<u>3,363</u>

#### 6 RESTRICTED FUNDS

	£
As at 31 December 2021	<u>42,000</u>
As at 31 December 2022	<u>42,000</u>

The restricted fund was established when the gate house was disposed of by the charity, to provide a capital base for investment.

#### 7 RELATED PARTY TRANSACTIONS

The charity owns 100% issued share capital in the company DRC Bar Limited, which carries on the trade of running the bar at the Dilhorne Recreation Centre. Included in debtors is an amount of £10,157 (2021 - £25,322) owing from DRC Bar Limited. The results for the year include a donation of £10,314 (2021- £25,479) made by DRC Bar Limited.

#### 8 OPERATING LEASE COMMITMENTS

At the year end the charity has annual operating lease commitments over the next two years of

	£
Year ended 31 Dec 2023	996
Year ended 31 Dec 2024	581

**9 TRUSTEES EXPENSES**

During the year the following individual expenses were claimed by charity trustees:

	<u>31-Dec-22</u>	<u>31-Dec-21</u>
	£	£
Repairs & maintenance	643	510
Cleaning	171	50
Telephone	-	8
Stationary & postage	326	113
Sundries	17	131
Licences & subscriptions	-	120
Asset	-	1,043
	<u>1,157</u>	<u>1,975</u>
 In respect of number of trustees	 3	 2