

SWALLOWNEST HAMLET MINERS WELFARE INSTITUTE
AND RECREATION GROUND
Registered Charity number 523473

STATEMENT OF ACCOUNTS

YEAR ENDED 31 DECEMBER 2023

SWALLOWNEST HAMLET MINERS WELFARE INSTITUTE
AND RECREATION GROUND

FINANCIAL STATEMENTS AND REPORT

FOR THE YEAR ENDED 31 DECEMBER 2023

<u>CONTENTS</u>	<u>PAGE</u>
Trustees' Report	1
Independent Examiner's Report	2
Statement of Financial Activities	3
Balance Sheet	4
Reconciliation of Funds Statement	5
Notes to the Accounts	6 - 10
Legal and Administrative Details	11

SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE AND RECREATION GROUND

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees present their report along with the financial statements of the charity for the year ended 31 December 2023. The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the accounts which can be found on page 6.

Constitution and Objects

The charity is constituted by a scheme sealed on the 3rd May 2005 and is registered with the Charity Commission under the number 523473.

Its objectives are to provide and maintain a welfare institute with facilities for recreation and leisure time activities for the benefit of the people of former mining community of Swallownest and the surrounding area.

Organisational Structure

The trustees who have served the charity during the year are:

Mr Glenn Watts
Mr Derek Manship
Mr Tony Santoro
Mr Peter Overton

The Secretary and Treasurer of the Charity is Mr. Glenn Watts

The charity's trustees are responsible for maintaining the premises and its contents and grounds in a suitable state of repair for use by those who live in the surrounding area. It raises some funds through various charitable activities, the main one being the hiring out of its facilities to the general public but a substantial amount of its income (and coverage of most of its overheads) comes from its connected trading company, Swallownest Miners' Welfare Social Club Limited, which pays an annual occupational licence fee to the charity in order to run its business from the charity's premises. In addition to this, the company also transfers any profits it makes to the charity under a Gift Aid agreement, so the trustees work closely with the directors to try and ensure that the company is profitable, thus ensuring extra income for the charity.

In 2013 the Occupational Licence was set at relatively low level of £3,000 reflecting that the company was not financially strong and it did bear the lion's share of the overhead cost of running the building. The licence fee is reviewed annually. The licence fee was due to be increased in 2016 but with the fire which damaged the main concert/function room of the building a decision was made to maintain the fee at £3,000 and this has been continued. A review was due in 2023 but with the difficult financial year faced by the company this has now been deferred to 2024.

The Directors of the Limited Company and Social Club in 2023 were:

Mr. Peter Overton (President and Director)
Mr. Glenn Watts (Secretary and Treasurer)
Mr. Tony Santoro

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SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE AND RECREATION GROUND

REPORT OF THE TRUSTEES (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Financial Review

The financial results for the charity's trading company, Swallownest Miners' Welfare Social Club Limited, for 2023 were disappointing due to a decline in sales of over £44k. This was only slightly offset by a rise in margins which left gross profit from trading activities down by nearly £20k (14.8%). Other income from members activities was £10,795 - down on the previous year by 17% which was disappointing. The previous years income was buoyed by the final business support grant from the Government. No such grants were received in 2023.

The costs of the running the club decreased from £134,904 to £131,662 in 2023. This was a satisfactory result especially as the previous year included a significant write off of lighting and heating costs following an appeal to the Ombudsman. The cost of repairs and maintenance falling on the company fell considerably this year.

The overall net result was a deficit for the year of £8,638. As such the company was unable to pay anything to the charity through its obligations under the deed of gift aid compared to £13,321 in the prior year. Thus the total income coming from the club in the year was just £3,000 comprising the Occupational Licence. The charity was able to receive income from indoor games, subscriptions and room hire of £6,226 (down 17%). Income from the use of the football pitches was £11,435 and there has been major works in adding to the number of pitches which will hopefully lead to a rise in this income as the facility accommodates more teams. Investment income brought in a further £361 and the portfolio made investment gains of £371 compared to a loss of £4,009 in the previous year.

The charity received a compensation payment of £15,000 for damage to the western boundary hedges caused by a new housing development.

The charity's overhead costs (NNDR, water, insurance and repairs and maintenance of £25,017 were higher than last year due to a significantly increased spend on repairs and maintenance of £16,729 up by £11,448 on the previous year. A major one off expense was £24,000 in creating additional football pitches. Depreciation of £4,090 was chargeable in the year. Governance costs comprising accountancy fees and bank charges remained similar at £1,773. Overall the charity finished the year with an operational loss of £17,785 although this was then reduced by net investment gains of £371 giving an overall loss of £17,414. Given this included a £24,000 spend on football pitches and significant repairs and renewals the trustees are satisfied with this result.

The balance sheet weakened following the losses incurred in the year. The vast majority of the portfolio of investments were disposed of during the year and converted into cash. As a result of this and cash derived from a loan from CISWO cash assets increased from £50,142 to £85,299. Creditors fell by £8,438 to £37,118 including amounts due to the social club of £28,063. The loan from the Yorkshire Miners Welfare Trust Fund was practically cleared with only a balance of £600 remaining which was cleared in early 2024. A new loan from CISWO of £24,000 was provided to the Scheme to assist with improvements to the recreational pitches including fencing. This loan is interest free and is repayable over a five year period. Net current assets were £48,181. The land, buildings and equipment are carried in the balance sheet at a net book value of £133,851. The trustees believe the market value of the property is considerably higher although no valuation has been carried out and in any event the market value is immaterial as the land and buildings are used as the functional property of the charity not as investment property.

2024 looks to be a challenging year as costs will need to be cut but with no major expenditure plans on projects in the pipeline for 2024 it is hoped that the balance sheet will strengthen.

Continued...

SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE AND RECREATION GROUND

REPORT OF THE TRUSTEES (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2023**

Review of Activities

The main activity of the charity is to provide Institute and Recreation Ground facilities for the community of Swallownest. Membership of the charity and the use of the facilities is open to anyone in the community it serves.

1. Football

The charity has a very well maintained football ground. It is used by a variety of teams and the trustees are very keen to expand junior and girls football. In 2024 they plan to increase the number of pitches available to the community and in the longer term the trustees are very hopeful that with the support of CISWO the development of an artificial surface will be possible.

2. Pigeon Club

The Swallownest Pigeon Club section still works out of the Welfare facilities.

3. Other groups that frequently use the Scheme are normally the following although because of the pandemic everything was put on hold.

Snooker Singles and Doubles team matches are played weekly

Darts teams

Variety of local community groups

4. Functions that take place on the Schemes grounds and further afield are as follows:-

The local school(s) use the grounds to hold their sports days and other events.

Investment Policy

At the start of the year the charity held an investment portfolio of over £38k. This was sold during the year and the intention of the Trustees is to channel the proceeds into an improved interest bearing account.

Reserves Policy

It is the policy of the trustees to maintain unrestricted funds which are the free reserves of the charity, at a level to provide sufficient funds to cover anticipated administration and support costs. This recognises that the Institute building is old and it needs substantial on-going expenditure to keep it and the grounds maintained to a high standard.

Risk Management

The trustees are aware of the operational and financial risks which the charity faces and regularly reviews those risks to mitigate against any impact they may have on the charity.

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SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE AND RECREATION GROUND

REPORT OF THE TRUSTEES (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

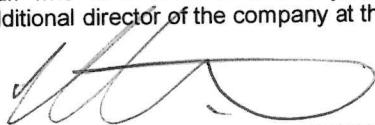
Statement of Trustees' Responsibilities

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

The Board of Trustees wish to record their thanks to all the staff of both the charity and the company for the work that they do in keeping the welfare clean and welcoming for all the users from the local community. They would wish to place on record their thanks to the Secretary/Treasurer of the company Mr. Glenn Watts for the tremendous work that he has done from 2016 to date in keeping the company going in the face of the difficulties caused by the fire and the pandemic. Thanks also to the work of Mr. Peter Overton as director who has supported Glenn in his endeavours and to Elaine and her team of bar staff who have done a brilliant job. The Trustees welcome the appointment of Tony Santoro as additional director of the company at the end of 2023.



Glenn Watts, Trustee

Dated: 25.9.24

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
SWALLOWNEST HAMLET MINERS WELFARE INSTITUTE AND RECREATION GROUND

I report to the Trustees on my examination of the accounts of the above named charity (registered no. 523473) for the year ended 31 December 2023 which are set out on pages 3 to 11.

Responsibilities and basis of report

As the charity trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 (the Act).

I report in respect of my examination of the Trustees' accounts carried out under section 145 of the 2011 Act and 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

I have completed my examination. I confirm that no material 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 Charity as required by section 130 of the Act; or
- (2) the accounts do not accord with those records; or
- (3) the accounts do not comply with the applicable accounting 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 accounts to be reached.

.....*J Wallage*.....

J Wallage FCA

On behalf of CISWO (Trading) Ltd

The Old Rectory

Rectory Drive

Whiston

Rotherham

South Yorkshire

S60 4JG

.....28.9.24.....
Date

SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE AND RECREATION GROUND

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

	Unrestricted Fund £	Restricted Fund £	2023 Total Funds £	2022 Total Funds £
<u>RESOURCES ARISING</u>				
Swallownest Miners Welfare Social Club Limited (Note 3)	3,000	-	3,000	16,321
Snooker, subs and room hire	6,226	-	6,226	7,507
Ground income	11,435	-	11,435	12,540
Option fee	-	-	-	12,000
Compensation payment	15,000	-	15,000	-
Other income	140	-	140	-
Deposit and investment income	361	1,277	1,638	1,136
GROSS RESOURCES ARISING IN YEAR	<u>36,162</u>	<u>1,277</u>	<u>37,439</u>	<u>49,504</u>
<u>RESOURCES USED</u>				
Direct Charitable Expenditure (note 4)	28,394	25,057	53,451	22,538
Governance (note 5)	1,773	-	1,773	1,781
RESOURCES USED IN YEAR	<u>30,167</u>	<u>25,057</u>	<u>55,224</u>	<u>24,319</u>
<u>CHANGES IN RESOURCES BEFORE TRANSFERS AND VALUATIONS</u>				
	5,995	(23,780)	(17,785)	25,185
Transfers	-	-	-	-
Net Investment Gain/(Loss)	-	371	371	(4,009)
NET MOVEMENT IN RESOURCES IN YEAR	<u>5,995</u>	<u>(23,409)</u>	<u>(17,414)</u>	<u>21,176</u>

SWALLOWNEST MINERS' WELFARE INSTITUTE AND RECREATION GROUND

BALANCE SHEET
AS AT 31 DECEMBER 2023

	<u>NOTE</u>	<u>2023</u>		<u>2022</u>	
		£	£	£	£
Fixed Assets					
Tangible fixed assets	2		133,851		137,941
Investments	6		278		38,197
			<u>134,129</u>		<u>176,138</u>
Current Assets					
Cash at bank and in hand	9		85,299		50,142
Current Liabilities					
Creditors: amounts falling due within one year					
Other creditors	7	(3,455)		(5,426)	
Yorkshire Miners Welfare Trust	7	(600)		(6,000)	
CISWO	7	(5,000)		-	
Amounts due to Swallownest Miners Welfare Social Club	7	(28,063)		(34,130)	
			<u>(37,118)</u>		<u>(45,556)</u>
Net Current Assets			48,181		4,586
Long Term Liabilities					
Creditors: amounts falling due after one year					
CISWO	7		(19,000)		-
Total Net Assets			<u>163,310</u>		<u>180,724</u>
Funds					
Functional Endowment Fund	8/1		2,241		2,241
Restricted Fund	8/2		52,603		76,012
Unrestricted Funds	8/3		108,466		102,471
Total Funds			<u>163,310</u>		<u>180,724</u>

These financial statements were approved on 28.9.24



Signed - Trustee

GLENN WATTS

Print Name - Trustee

SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE AND RECREATION GROUND

RECONCILIATION OF FUNDS
FOR THE YEAR ENDED 31 DECEMBER 2023

	Unrestricted Fund £	Endowment Fund £	Restricted Fund £	2023 Total Funds £	2022 Total Funds £
Balance brought forward 1 January 2023	102,471	2,241	76,012	180,724	159,548
Net movement of resources in year	5,995	-	(23,409)	(17,414)	21,176
Balance carried forward 31 December 2023	<u>108,466</u>	<u>2,241</u>	<u>52,603</u>	<u>163,310</u>	<u>180,724</u>
Represented by					
Tangible fixed assets	122,095	2,241	9,515	133,851	137,941
Investments	-	-	278	278	38,197
Debtors	-	-	-	-	-
Cash at bank and in hand	42,489	-	42,810	85,299	50,142
Current liabilities	(37,118)	-	-	(37,118)	(45,556)
Long term liabilities: Loans	(19,000)	-	-	(19,000)	-
Total net assets 31 December 2023	<u>108,466</u>	<u>2,241</u>	<u>52,603</u>	<u>163,310</u>	<u>180,724</u>

SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE AND RECREATION GROUND

NOTES TO THE ACCOUNTS - 31 DECEMBER 2023

1. ACCOUNTING POLICIES

(a) Basis of Accounting

These accounts have been prepared in accordance with the recommendations of the Charities SORP.

(b) Depreciation

Depreciation is provided on all assets other than freehold land and aims to write off the cost of the assets over their estimated useful lives on a reducing balance basis.

The rates applied are as follows:

Buildings	2%
Fixtures & Fittings	10%
Equipment	20%

(c) Stock

Stock is valued at the lower of cost or net realisable value. Cost is invoice price to the Miners' Welfare Scheme with no addition for overhead expenses.

(d) Repairs

Expenditure is written off in the period in which it is incurred.

2. FIXED ASSETS

	<u>Land</u>	<u>Buildings</u>	<u>Fixtures & Fittings</u>	<u>Equipment</u>	<u>Total</u>
	£	£	£	£	£
<u>Cost</u>					
At 1.1.23	6,180	225,384	78,693	31,042	341,299
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
At 31.12.23	6,180	225,384	78,693	31,042	341,299
<u>Depreciation</u>					
At 1.1.23	-	109,056	65,462	28,840	203,358
Charge for year	-	2,327	1,323	440	4,090
Disposals	-	-	-	-	-
At 31.12.23	-	111,383	66,785	29,280	207,448
<u>Net Book Value</u>					
31.12.23	6,180	114,001	11,908	1,762	133,851
31.12.22	6,180	116,328	13,231	2,202	137,941

SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE AND RECREATION GROUND

NOTES TO THE ACCOUNTS - 31 DECEMBER 2023 (Continued)

	<u>2023</u>	<u>2022</u>
	£	£
3 <u>INCOME FROM SWALLOWNEST MINERS</u>		
<u>WELFARE SOCIAL CLUB LIMITED</u>		
Occupational Licence	3,000	3,000
Deed of Gift-Aid	-	13,321
	<u>3,000</u>	<u>16,321</u>

	<u>2023</u>		<u>2022</u>
	£	£	£
4. <u>DIRECT CHARITABLE EXPENDITURE</u>			
<i>Institute overhead expenses</i>			
General repairs and maintenance - grounds and buildings	16,729		5,281
New pitches	24,000		-
General rates and water charges	2,966		4,928
Insurance	5,322		5,209
	<u>49,017</u>		<u>15,418</u>
<i>Social and recreational</i>			
Children's Christmas party, indoor games and pigeon club	168		618
Donations	176		-
	<u>344</u>		<u>618</u>
<i>Other</i>			
Legal fees	-		2,107
Depreciation	4,090		4,395
	<u>4,090</u>		<u>6,502</u>
Total Direct Charitable Expenditure	<u>53,451</u>		<u>22,538</u>

	<u>2023</u>	<u>2022</u>
	£	£
5. <u>GOVERNANCE COSTS</u>		
Bank interest and charges	37	61
Bookeeping and accountancy	1,202	1,202
Independent Examination by CISWO	534	518
Total Management and Administration	<u>1,773</u>	<u>1,781</u>

SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE AND RECREATION GROUND

NOTES TO THE ACCOUNTS - 31 DECEMBER 2023 (Continued)

6. INVESTMENTS

	£
Old Mutual Portfolio	
Market Value b/f as at 1 January 2023	38,197
Add: Net Income and gains 2023	1,648
Add: Capital sums added to portfolio	-
	<hr/> 39,845
Less: Capital sums withdrawn from portfolio	39,567
	<hr/> <hr/> 278
Market value of portfolio as at 31 December 2023	

	<u>2023</u>	<u>2022</u>
	£	£
7. <u>CREDITORS</u>		
<u>Due within one year</u>		
- Other accruals	2,254	1,720
- Ground rentals paid in advance	1,201	1,100
- Yorkshire Miners Welfare Trust Loan	600	6,000
- CISWO Loan	5,000	-
- Other creditors	-	2,606
- Amount due to Swallownest Miners Welfare Social Club Ltd	28,063	34,130
	<hr/> 37,118	<hr/> 45,556
<u>Due after one year:</u>		
- CISWO Loan	<hr/> 19,000	<hr/> -

8. FUNDS

1) Endowment Fund

The functional endowment of the Scheme is as follows:

	£	£
Original Functional Endowments:		2,350
Conveyance dated 5 November 1928		
Addition re Part Proceeds of Sale of Land:		
Conveyance dated 11 October 1972	1,200	
Agreed expenditure by Charity		
Commissioners on Car Park 12 April 1973	(900)	
	<hr/>	300
Released to unrestricted funds on expiry of endowment		(300)
		<hr/> 2,350
Less: historic cost of land sold in 1993		(109)
		<hr/> <hr/> 2,241

SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE AND RECREATION GROUND

NOTES TO THE ACCOUNTS - 31 DECEMBER 2023 (Continued)

8. FUNDS (continued)

2) <u>Restricted Fund</u>	£	£
Sale of functional endowment		
Addition re Sale of Land:		
Sale of 2,000 sq. meters of Land to Sheffield Diocesan Board of Finance (to build a Church) Conveyance dated 30 April 1993	90,000	
Add: Net Investment Realised gain on Sterling portfolio (including income reinvested on accumulation basis).	29,485	
Add: Investment Gains on Old Mutual/Quilter Portfolio up to 2022	16,609	
		<hr/>
		136,094
Less: Expenditure in prior years approved by CISWO out of restricted fund		
Repairs and maintenance		-39,373
Depreciation on capital assets acquired through restricted fund		-20,709
		<hr/>
Value of restricted fund as at 1st January 2022		76,012
Add: Investment gains/(losses) and income on Old Mutual Portfolio 2023		1,648
		<hr/>
		77,660
2023 Repairs and maintenance approved by CISWO out of restricted fund		-24,000
2023 Depreciation on capital assets acquired through restricted fund		-1,057
		<hr/>
		52,603

The Order by the Charity Commissioners dated 12 April 1973 stipulated that the £300 remaining from the sale of land should be placed in a separate account to be invested for thirty years on an accumulation basis. This money was consequently invested in The Charities Official Investment Fund by purchasing 171.19 Accumulation Shares. The net investment gain has been added to the value of the fund as at 31 December 2010. The 30 year period has expired and during 2011 the COIF holding has been disposed. The endowment at the date of transfer was £13,800 and was transferred to the unrestricted fund.

The £90,000 from the Sale of Land in 1993 has been invested in a succession of portfolios managed by Sterling, Skandia, Old Mutual and Quilter. Drawdowns from the portfolio have been made to pay for repairs and maintenance to the buildings and to acquire capital assets (fixtures/fittings). This sale of functional endowment is governed by the charity's constitution whereby all the proceeds of sale of property require the consent of the Coal Industry Social Welfare Organisation to be utilised. These funds are held by the Trustees of Swallownest but under the order of the Organisation and any application for their use must be approved by the Organisation. In 2023 expenditure on new pitches was approved as a charge against the restricted fund.

3) Unrestricted Fund

The unrestricted funds are held to further the objectives of the Charity as set out in the annual report.

SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE

NOTES TO THE ACCOUNTS - 31 DECEMBER 2023 (Continued)

9. CASH/CASH EQUIVALENTS

	<u>2023</u>	<u>2022</u>
	<u>£</u>	<u>£</u>
Current Account		
Royal Bank of Scotland	5,160	5,364
Preferential Deposit Account		
Royal Bank of Scotland	80,139	44,778
	<u>85,299</u>	<u>50,142</u>

SWALLOWNEST HAMLET MINERS' WELFARE INSTITUTE

LEGAL AND ADMINISTRATIVE DETAILS

2023

Trustees

G Watts
T Santoro
P Overton
D Manship

Secretary/Treasurer

G Watts

Independent Examiner

J Wallage, FCA

Scheme Registered Address

Swallownest Miners' Welfare Scheme
Rotherham Road
Swallownest
Sheffield

Bankers

The Royal Bank of Scotland plc
Drummond House (FX) Branch
Customer Service Centre
Drummond House
1 Redheughs Avenue
Edinburgh
EH12 9JN

Solicitors

Freeths
Fifth Floor, 3 St. Paul's Place,
129 Norfolk Street
Sheffield

Registered Charity Number

523473

Regulation

- 1) Principal Indenture dated 10 June 1924
- 2) Confirmatory Conveyance of (1) above dated 5 November 1928
- 3) Charity Commission Scheme dated 3rd May 2005