

CROSSFIRE TRUST**STATEMENT OF FINANCIAL ACTIVITIES****YEAR ENDED 31 MARCH 2023**

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Income from:					
Donations and legacies	2	87,464	111,246	198,710	84,507
Charitable activities	3	71,219	95,521	166,740	173,503
Other income	4	1,096	-	1,096	-
Total income		<u>159,779</u>	<u>206,767</u>	<u>366,546</u>	<u>258,010</u>
Expenditure on:					
Charitable activities	5	(143,127)	(118,967)	(262,094)	(202,195)
Total expenditure		<u>(143,127)</u>	<u>(118,967)</u>	<u>(262,094)</u>	<u>(202,195)</u>
Net income before transfers	8	16,652	87,800	104,452	55,815
Transfer between funds	10	167,789	(167,789)	-	-
Net income/(expenditure) for the year		184,441	(79,989)	104,452	55,815
Reconciliation of funds					
Total funds brought forward		211,657	225,409	437,066	381,251
Total funds carried forward		<u>396,098</u>	<u>145,420</u>	<u>541,518</u>	<u>437,066</u>

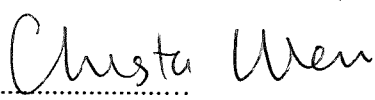
The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

CROSSFIRE TRUST**BALANCE SHEET****31 MARCH 2023**

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	14	449,857	274,912
Current assets			
Debtors	15	78,461	32,685
Cash at bank and in hand		76,095	193,972
		<u>154,556</u>	<u>226,657</u>
Creditors: Amounts falling due within one year	16	<u>(12,895)</u>	<u>(14,503)</u>
Net current assets		141,661	212,154
Total assets less current liabilities		591,518	487,066
Creditors: Amounts falling due after more than one year	17	(50,000)	(50,000)
Net assets		<u>541,518</u>	<u>437,066</u>
Charity funds			
Restricted income funds	19	145,420	225,409
Unrestricted income funds	20	396,098	211,657
Total charity funds		<u>541,518</u>	<u>437,066</u>

These financial statements were approved by the members of the committee on the 26/01/2024 and are signed on their behalf by:


 Christa Weir

CROSSFIRE TRUST

STATEMENT OF CASH FLOWS

YEAR ENDED 31 MARCH 2023

	Note	2023 £	2022 £
Cash flow from operating activities	22	81,331	67,210
Net cash flow from operating activities		<u>81,331</u>	<u>67,210</u>
Cash flow from investing activities			
Payments to acquire tangible fixed assets		(199,208)	(4,592)
Net cash flow from investing activities		<u>(199,208)</u>	<u>(4,592)</u>
Net (decrease)/increase in cash and cash equivalents		(117,877)	62,618
Cash and cash equivalents at 1 April 2022		193,972	131,354
Cash and cash equivalents at 31 March 2023		<u>76,095</u>	<u>193,972</u>
Cash and cash equivalents consist of -			
Cash at bank and in hand		76,095	193,972
Cash and cash equivalents at 31 March 2023		<u>76,095</u>	<u>193,972</u>

CROSSFIRE TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

1. Principal accounting policies

General information and basis of preparation

Crossfire Trust is a charity which registered with The Charity Commission for Northern Ireland on 11th June 2015. The address of the registered office is given in the charity information on page 1 of these financial statements.

Crossfire Trust, a charitable trust is constituted under a trust deed dated 28 November 1984.

Crossfire Trust constitutes a public benefit entity as defined by FRS 102.

Statement of compliance

The financial statements have been prepared on the going concern basis under the historical cost convention and in accordance with 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 issued in October 2019, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities legislation in Northern Ireland and UK Generally Accepted Accounting Practice.

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments.

The financial statements are prepared in sterling, which is the functional currency of the entity and rounded to the nearest £1.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Fund accounting

- Unrestricted funds of the charity consist of a General Fund which is expendable at the discretion of the trustees in furtherance of the charitable objectives of the charity and which has not been designated for other purposes.
- Designated funds are unrestricted funds earmarked by the Management Committee for particular purposes.
- Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund.

Income recognition

All income is included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

CROSSFIRE TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2023

1. Principal accounting policies *(continued)*

Income recognition *(continued)*

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Further detail is given in the Trustees' Annual Report.

Voluntary income received by way of donations and gift is credited to revenue on a receivable basis.

Gifts in kind donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. Where estimating the fair value is practicable upon receipt it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'. Where it is impracticable to fair value the items due to the volume of low value items they are not recognised in the financial statements until they are sold. This income is recognised within 'Income from other trading activities'.

Fixed asset gifts in kind are recognised when receivable and are included at fair value. They are not deferred over the life of the asset.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

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. Revenue grants are credited to incoming resources on the earlier date of when they are received or when they are receivable, unless they relate to a specified future period. Grants which contribute towards specific expenditure on fixed assets are credited to the Statement of Financial Activities in full upon receipt.

Investment income is interest earned through holding cash at bank. Interest income is recognised when receivable.

Deferred income

Income from certain events has been deferred as the concerned events will not occur until after the year end.

CROSSFIRE TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2023

1. Principal accounting policies *(continued)*

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Where costs cannot be directly attributed to a particular heading they have been allocated to activities on a basis consistent with the use of the resources. Staff costs and overhead expenses are allocated to activities on the basis of staff time spent on those activities.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Value Added Tax

The charity is not registered for VAT purposes; therefore expenditure is shown inclusive of VAT.

Fixed assets

Tangible fixed assets are stated at cost, or valuation less accumulated depreciation.

The costs of minor additions, where the useful life is considered to be less than 2 years, are not capitalised.

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:

Freehold Property	- 5% (improvements); Nil (land and investments)
Fixtures & Fittings	- 15% - 20% straight line and reducing balance
Motor Vehicles	- 10% - 20% straight line

Operating lease agreements

Rentals payable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

CROSSFIRE TRUST**NOTES TO THE FINANCIAL STATEMENTS** *(continued)***YEAR ENDED 31 MARCH 2023****1. Principal accounting policies** *(continued)***Tax**

As a charity, it benefits from various exemptions afforded by tax legislation. It is therefore not liable to corporation tax on income or gains falling due within those exemptions. Recovery is made of tax deducted from receipts under gift aid.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Judgements and key sources of estimation uncertainty

The following judgements including those involving estimates have been made in the process of applying the above accounting policies that have had the most significant effect on the amounts recognised in the financial statements and that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year:

- (i) depreciation method and asset useful lives

The estimates and assumptions are reviewed on an ongoing basis considering the current and future market conditions.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

2. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations	87,464	111,246	198,710	43,711	26,039	69,750
Legacy	-	-	-	-	14,757	14,757
	<u>87,464</u>	<u>111,246</u>	<u>198,710</u>	<u>43,711</u>	<u>40,796</u>	<u>84,507</u>

CROSSFIRE TRUST**NOTES TO THE FINANCIAL STATEMENTS** *(continued)***YEAR ENDED 31 MARCH 2023****3. Income from charitable activities**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Grants	250	95,521	95,771	2,850	105,683	108,533
NIHE / Clients	65,843	-	65,843	59,165	-	59,165
Shop and market sales	2,910	-	2,910	5,011	-	5,011
Other sundry income	2,216	-	2,216	794	-	794
	<u>71,219</u>	<u>95,521</u>	<u>166,740</u>	<u>67,820</u>	<u>105,683</u>	<u>173,503</u>

4. Other income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Rental income	1,096	-	1,096	-	-	-
	<u>1,096</u>	<u>-</u>	<u>1,096</u>	<u>-</u>	<u>-</u>	<u>-</u>

5. Analysis of expenditure on charitable activities

	Activities undertaken directly £	Support costs £	Total 2023 £	Activities undertaken directly £	Support costs £	Total 2022 £
Helping disadvantaged people of South Armagh	219,958	35,073	255,031	157,644	32,580	190,224
Singing Kettle (Added Value)/Yarn & Darn	6,563	500	7,063	11,482	489	11,971
	<u>226,521</u>	<u>35,573</u>	<u>262,094</u>	<u>169,126</u>	<u>33,069</u>	<u>202,195</u>

£118,967 (2022 - £96,066) of the cost of activities undertaken directly and £Nil (2022 - £410) of support costs were attributable to restricted funds. £107,554 (2022 - £73,060) of the cost activities undertaken directly and £35,573 (2022 - £32,659) of support costs were attributable to unrestricted funds.

CROSSFIRE TRUST**NOTES TO THE FINANCIAL STATEMENTS** *(continued)***YEAR ENDED 31 MARCH 2023****10. Fund transfers** *(continued)*

Donations received for the investment property have been shown within restricted funds. The investment property has been purchased during the year. There are no specific terms or restrictions placed on the donations received. Therefore, the investment property has been transferred from restricted funds to unrestricted funds.

11. Staff costs and employee benefits**Total staff costs were as follows:**

	2023	2022
	£	£
Wages and salaries	112,429	84,825
Social security costs	5,224	2,969
Pension costs	3,207	2,377
	<u>120,860</u>	<u>90,171</u>

Allocated to:	2023	2022
	£	£
Helping disadvantaged people of South Armagh	120,860	90,171
	<u>120,860</u>	<u>90,171</u>

Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

	2023	2022
	No	No
Number of management staff	2	2
Project staff	3	2
	<u>5</u>	<u>4</u>

No employee received total employee benefits of more than £60,000 during the year (2022 - Nil).

12. Trustee remuneration & related party transactions

The key management personnel of the charity are considered to be the trustees and the Chief Executive Officer.

None of the trustees received any remuneration or expenses during the year (2022 - £Nil).

Members of the management committee received total remuneration of £59,586 (2022 - £52,156) during the year.

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year (2022 - Nil).

CROSSFIRE TRUST**NOTES TO THE FINANCIAL STATEMENTS** *(continued)***YEAR ENDED 31 MARCH 2023****13. Taxation**

The charity is a registered charity and as such, is entitled to certain tax exemptions on income and profits from investments and surpluses on any trading activities carried out in the furtherance of the charities primary objectives, if these profits and surpluses are applied solely for charitable purposes.

The charity is not registered for VAT and accordingly, all their expenditure is inclusive of VAT incurred.

14. Tangible fixed assets

	Land and Buildings £	Investment property	Fixtures & Fittings £	Motor Vehicles £	Total £
COST OR VALUATION					
At 1 April 2022	616,090	-	135,108	13,802	765,000
Additions	-	177,448	21,760	-	199,208
At 31 March 2023	616,090	177,448	156,868	13,802	964,208
DEPRECIATION					
At 1 April 2022	351,430	-	124,856	13,802	490,088
Charge for the year	16,900	-	7,363	-	24,263
At 31 March 2023	368,330	-	132,219	13,802	514,351
NET BOOK VALUE					
At 31 March 2023	247,760	177,448	24,649	-	449,857
At 31 March 2022	264,660	-	10,252	-	274,912

The investment property relates to a commercial property purchased in February 2023 located in Cardinal O'Fiaich Square, Crossmaglen.

CROSSFIRE TRUST**NOTES TO THE FINANCIAL STATEMENTS** *(continued)***YEAR ENDED 31 MARCH 2023****15. Debtors**

	2023	2022
	£	£
Other debtors	37,557	28,742
Prepayments and accrued income	40,904	3,943
	<u>78,461</u>	<u>32,685</u>

16. Creditors: Amounts falling due within one year

	2023	2022
	£	£
PAYE and NIC	2,416	2,257
Accruals	4,390	6,157
Other creditors	6,089	6,089
	<u>12,895</u>	<u>14,503</u>

17. Creditors: Amounts falling due after more than one year

	2023	2022
	£	£
Other creditors	50,000	50,000
	<u>50,000</u>	<u>50,000</u>

Other creditors include £50,000 repayable on an interest free concessionary loan which is repayable in one payment at the end of the 10 year loan period on 23rd June 2024.

18. Pensions

The charity operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the charity. The contributions paid by the charity during the year amounted to £3,207 (2022 - £2,377). At the balance sheet date outstanding payments to the fund totalled £747 (2022 - £688).

CROSSFIRE TRUST**NOTES TO THE FINANCIAL STATEMENTS** *(continued)***YEAR ENDED 31 MARCH 2023****21. Analysis of net assets between funds****As at 31 March 2023**

	Tangible fixed assets £	Net current assets £	Long term liabilities £	Total £
Restricted Income Funds:				
Restricted Fund - Capital	132,926	-	-	132,926
Restricted Fund - Revenue	-	12,494	-	12,494
	<u>132,926</u>	<u>12,494</u>	<u>-</u>	<u>145,420</u>
Unrestricted Income Funds	316,931	129,167	(50,000)	396,098
Total Funds	<u>449,857</u>	<u>141,661</u>	<u>(50,000)</u>	<u>541,518</u>

As at 31 March 2022

	Tangible fixed assets £	Net current assets £	Long term liabilities £	Total £
Restricted Income Funds:				
Restricted Fund - Capital	150,752	-	-	150,752
Restricted Fund - Revenue	-	74,657	-	74,657
	<u>150,752</u>	<u>74,657</u>	<u>-</u>	<u>225,409</u>
Unrestricted Income Funds	124,160	137,497	(50,000)	211,657
Total Funds	<u>274,912</u>	<u>212,154</u>	<u>(50,000)</u>	<u>437,066</u>

22. Reconciliation of net income to net cash flow from operating activities

	2023 £	2022 £
Net income for year	104,452	55,815
Depreciation and impairment of tangible fixed assets	24,263	19,928
(Increase)/decrease in debtors	(45,776)	4,838
Decrease in creditors	(1,608)	(13,371)
Net cash flow from operating activities	<u>81,331</u>	<u>67,210</u>

CROSSFIRE TRUST**NOTES TO THE FINANCIAL STATEMENTS** *(continued)***YEAR ENDED 31 MARCH 2023****23. Analysis of changes in net debt**

	At 1 April 2022 £	Cash flows £	At 31 March 2023 £
Cash and cash equivalents			
Cash at bank and in hand	193,972	(117,877)	76,095
	<u>193,972</u>	<u>(117,877)</u>	<u>76,095</u>
 Long term borrowings	 (50,000)	 -	 (50,000)
	<u>(50,000)</u>	<u>-</u>	<u>(50,000)</u>
 Net funds	 <u>143,972</u>	 <u>(117,877)</u>	 <u>26,095</u>

24. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2023 £	2022 £
Less than one year	3,024	3,024
Between one and five years	9,828	12,096
Greater than five years	-	756
	<u>12,852</u>	<u>15,876</u>

25. Contingencies

The charity has a contingent liability to repay grants received if certain conditions are not met or if they are breached.