

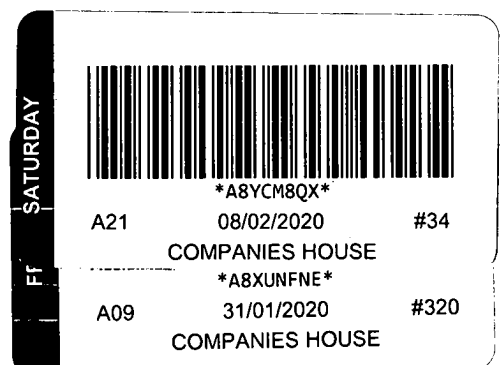
Charity Registration No. 1027848

Company Registration No. 2861787 (England and Wales)

PENRHYS PARTNERSHIP TRUST

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019



PENRHYS PARTNERSHIP TRUST

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PENRHYS PARTNERSHIP TRUST

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2019

The trustees present their report and financial statements for the year ended 31 March 2019.

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 charity's governing document, the Companies Act 2006 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)" (as amended for accounting periods commencing from 1 January 2016).

Objectives and activities

Our charity's purposes as set out in the objects contained in the company's Memorandum and Articles of Association are:-

- to consolidate the viability of Y Ffynnon premises, both socially and economically through the generating of additional income.
- to work alongside partners and agencies in addressing major opportunities and constraints on Penrhys.
- to enable the experience and understanding gained by Partnership members to be shared by the wider community.
- to work alongside the Rhondda Cynon Taf County Borough Council for the benefit of Penrhys residents.
- to support initiatives to make Penrhys a safer place to live.
- to work alongside Penrhys Community Groups in developing a sustainable community for future generations.
- to create a professional flexible working environment in meeting the needs of the community of Penrhys.

The charity has the general aim of contributing to provide for the inhabitants of Penrhys in Rhondda Cynon Taf and the wider South Wales area.

The main objectives for the year continue to be to enable Penrhys to become a community to which people wish to belong through the development of a community infrastructure, which caters for the needs of the community, both socially and economically.

PENRHYS PARTNERSHIP TRUST

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2019

Achievements and performance

Penrhys Housing Estate, developed in 1966 and officially opened in 1968 was one of the largest public housing sectors in Wales. However, it was soon clear that poor management, a bad reputation and dilapidated environments were soon to emerge. The area is a physical expression of social exclusion with many negative aspects of community life with third generation unemployment, health problems, teenage pregnancies, low educational achievement, and an increase in criminality, alcohol use, drugs and debt problems. The process of community development began during the 1990's with the work of John and Norah Morgans and the development of Llanfair, which was opened in February 1992. A series of community projects were developed with the support of local volunteers, education workers and students.

During this time, John and Norah Morgans set up the Penrhys Partnership which is a registered charitable trust (number 1027848) and a company limited by guarantee. It is an amalgam of the public, private and voluntary sectors, working together to improve the social, economic and environmental prospects in Penrhys. Since 1992, the partnership has created a basic social infrastructure for the community and provides a variety of opportunities within the community and Rhondda Valleys.

In 1993, Y Ffynnon, the village centre was developed. The refurbishment of two derelict maisonettes created a housing complex, seven residential units, a post office, grocery store, fish shop/take away and other office spaces.

Penrhys Partnership has been at the forefront of community development over the last 3 decades by providing a range of programmes and priorities to address the imbalance in a socially excluded society. Community empowerment is the key in addressing the balance of deprivation and inequality with all our projects open to residents throughout Rhondda Cynon Taf. Every single project the partnership carries out must clearly demonstrate how it contributes to the social, economic and physical cohesion. Short term projects do not allow for meaningful intervention. Penrhys Partnership continues to work with and support Llanfair Uniting Church who are key partners in providing much needed facilities and programmes.

The main objectives continue to be to enable Penrhys to become a community to which people wish to belong through the development of a community infrastructure, which caters for the needs of the community, both socially and economically.

Penrhys is one of the most deprived areas in Wales.

- * Overall - ranked 4 out of 1909 LSOAs in Wales, which places it among the 10% most deprived.
 - * Income - ranked 2 out of 1909 LSOAs in Wales, which places it among the 10% most deprived.
 - * Employment - ranked 8 out of 1909 LSOAs in Wales, which places it among the 10% most deprived.
 - * Health - ranked 16 out of 1,909 LSOAs in Wales, which places it among the 10% most deprived.
- (Penrhys - Tylorstown 1, Rhondda Cynon Taff WIMD 2014)

PENRHYS PARTNERSHIP TRUST

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2019

The strategies employed to achieve the charity's objectives are to:

- ensure all people have access to the various facilities and programmes regardless of class, gender, race, ability or sexual orientation.
- provide quality services to the community within the organisations resources, encouraging participation in the planning and implementation of services.
- ensure that the needs of the Welsh speaking community are met as far as current resources allow.
- ensure that the community have access to equipment and training for up-to-date communication and information technology systems as far as resources allow.
- implement sound personnel, legal, administrative and financial systems.
- monitor and evaluate the Partnerships programme of activities and services.

Review of Activities

The Organisation had faced an extremely difficult and uncertain period due to the loss of our planned social enterprise programme. This was overcome by extremely hard work by dedicated Trustees and community volunteers. The loss of our facilities would have made a huge impact on the community. The village shop and post office is housed within Penrhys Partnership Limited buildings and Trustees are aware of how critical it is that these facilities remain in place, particularly the post office which serves the whole village. The loss of these would have jeopardised the long term existence of the village itself.

Due to the loss of funding activities within the charity were limited with some activities being undertaken by Penrhys Partnership Limited.

Despite all the odds, positive aspects to life in the community is the existence of the extended family, an accepting and forgiving nature, community solidarity and a remarkable human resource of resilience and compassion.

Financial review

The charity's incoming resources for the year were nil (2018 £1,247). The total resources expended for the year totalled £12,276 (2018: £33,478) of which £10,610 (2018: £10,611) related to restricted funds. The unrestricted funds made a deficit for the year of £1,666 (2018: £21,620).

Reserves

The trustees have established the level of free reserves (that is those funds that are freely available) that the charity ought to have. Reserves are needed to bridge the funding gaps between spending on the charity's objectives and receiving resources through those grants that provide funding.

Reserves are reviewed to ensure appropriate levels are maintained. Current total reserve levels are £248,542 (2018: 260,818). Unrestricted reserves at 31 March 2019 were negative of (£29,460) (2018: negative of £27,794). Free reserves, excluding restricted funds and fixed assets were negative (£32,329) (2018: negative £31,459).

Investment powers and policy

Under the Memorandum and Articles of Association, the charity has the power to invest the monies of the company not immediately required for the furtherance of its objects.

PENRHYS PARTNERSHIP TRUST

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2019

Plans for future periods

Penrhys Partnership works in conjunction with Llanfair Uniting Church to ensure that all community needs are met. Working in partnership guarantees there are no duplication of services. The proposed plan over next few years will provide an integrated approach working jointly with Llanfair to improve community facilities and services provided. On-going community consultation is key to the success of the programme to sustain its future, ensure that our doors remain open and the community has the support it so badly needs.

Future Programme Aims:

Community based projects aimed at breaking a cycle of poverty experienced by the individuals in the community. The experience of the last 3 decades has taught us that the reality of poverty in this area is complex and that it touches people's lives in many ways.

There is strong evidence to support the view that access to employment will improve the quality of life and health outcomes for many. However, due to the currently depressed employment market and the fact that many people have been away from the workplace for many years, many people, will require extensive and on-going support.

Programmes will include provision for 'hands-on' assistance, on-going support, volunteering opportunities; employment orientated training, support with essential skills, confidence building activities.

In the current economic climate the mounting impact of Welfare Reform, both in terms of direct economic and emotional impacts on claimants and the multiplying effect when money is lost from the local economy are growing.

A weak learning culture is evident by poor attainment at key stages 2/3/4, low qualification levels and high school absenteeism. This highlights the need for support interventions to tackle school absenteeism and promote parental involvement in the education of children. One way we will support this is by improving communication skills through the provision of much needed opportunities for children to engage in play.

Health inequalities are evidenced by high levels of obesity, limiting long term illnesses and cancer rates. We will work with people to take more control of their health through community led initiatives in food preparation and growing your own; if people do not feel ownership they will not participate.

Constantly monitoring need against the availability of funding and avoiding duplication of services.

Structure, governance and management

Governing document

Penrhys Partnership Trust is a company limited by guarantee governed by its Memorandum and Articles of Association dated 13 October 1993 and amended to allow for current governance arrangements on 6 June 1999. It is registered as a charity with the Charity Commission.

Appointment of trustees

As set out in the Articles of Association the chair of the trustees is nominated by Penrhys Partnership Trust. The trustees have the power to co-opt up to two further members to fill specialist roles.

All members are circulated with invitations to nominate trustees prior to the AGM, advising them of the retiring trustees and requesting nominations for the AGM. When considering co-opting trustees, the Board has regard to the requirements for any specialist skills needed.

PENRHYS PARTNERSHIP TRUST

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2019

The trustees of the Penrhys Partnership Trust are also directors of Penrhys Partnership Limited, a company limited by guarantee.

Trustee induction and training

New trustees undergo an orientation day to brief them on their legal obligations under charity and company law; the content of the Memorandum and Articles of Association; the committee and decision making processes; the business plan; and recent financial performance of the charity.

During the induction day they meet key employees and other trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Organisation

The board of trustees, which can have up to 15 members, administers the charity. The board meets quarterly, and where necessary sub committees are set up covering development, staffing, finance, which meet more regularly.

The trustees of the charity are in charge of directing and controlling, running and operating the charity. All trustees give their time freely and no trustee received remuneration in the year. Details of trustees' expenses and related party transactions are disclosed in notes to the accounts.

A Partnership Manager manages the day to day operations of the charity. To facilitate effective operations, the Partnership Manager has delegated authority, within terms of delegation approved by the trustees, for operational matters including finance, employment and development related activity. The Partnership Manager is currently employed by Penrhys Partnership Limited a connected and not for profit organisation.

Risk management

The trustees have a risk management strategy which comprises:

- an annual review of the risks the charity may face;
- the establishment of systems and procedures to mitigate those risks identified in the risk assessment document; and
- the implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

The Trustees consider the principal risk is funding.

Related Parties

The trustees of the charity are also Directors of Penrhys Partnership Limited. A not for profit organisation and company limited by guarantee. Details of transactions between the two organisations are detailed in notes to the financial statements.

PENRHYS PARTNERSHIP TRUST

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2019

Reference and administrative details

Company number:

2861787

Charity number:

1027848

Principal office:

Y Ffynnon Centre

Penrhys

FERNDALE

Rhondda Cynon Taf

CF43 3NS

Trustees

Anne Lord

Beverly Humphreys

Revd Philip Wall - resigned 31 August 2019

Miara Rabearisoa - resigned 12 November 2018

Secretary

Beverley Chick

Members

S Rees, P. Noble, Penrhys Community Group

Key Management Personnel

Are the Trustees and day to day management is delegated to the Partnership Manager who is employed by Penrhys Partnership Limited. A connected not for profit organisation.

Accountants:

Baldwins

Ty Derw

Lime Tree Court

Cardiff Gate Business Park

Cardiff

CF23 8AB

Bankers:

Co-operative Bank plc

PO Box 101

1 Balloon Street

Manchester

M60 4EP

Solicitors:

Eversheds LLP

1 Callaghan Square

CARDIFF

The trustees report was approved by the Board of Trustees.

PENRHYS PARTNERSHIP TRUST

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2019

Anna N. Lord

Mrs A Lord

Trustee

Dated:

29/01/20

PENRHYS PARTNERSHIP TRUST

STATEMENT OF TRUSTEES RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2019

The trustees, who are also the directors of Penrhys Partnership Trust for the purpose of company law, are responsible for preparing the Trustees Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- 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; and
- 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 responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PENRHYS PARTNERSHIP TRUST

CHARTERED ACCOUNTANTS' REPORT TO THE TRUSTEES ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF PENRHYS PARTNERSHIP TRUST FOR THE YEAR ENDED 31 MARCH 2019

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Penrhys Partnership Trust for the year ended 31 March 2019, which comprise the statement of financial activities and the related notes from the charity's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>

This report is made to the charity's trustees, as a body, in accordance with the terms of our engagement letter dated 23 October 2015. Our work has been undertaken solely to prepare for your approval the financial statements of Penrhys Partnership Trust and state those matters that we have agreed to state to the charity's trustees, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Penrhys Partnership Trust and the charity's trustees as a body, for our work or for this report.

It is your duty to ensure that Penrhys Partnership Trust has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and deficit of Penrhys Partnership Trust. You consider that Penrhys Partnership Trust is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.

We have not been instructed to carry out an audit or a review of the financial statements of Penrhys Partnership Trust. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Baldwins

Baldwins

Chartered Accountants

30 January 2020

Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
UK
CF23 8AB

PENRHYS PARTNERSHIP TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2019

	Notes	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £	Total 2018 £
<u>Income from:</u>					
Other trading activities	3	-	-	-	1,247
<u>Expenditure on:</u>					
Charitable activities	4	1,666	10,610	12,276	28,401
Other	8	-	-	-	5,077
Total resources expended		1,666	10,610	12,276	33,478
Net expenditure for the year/ Net movement in funds		(1,666)	(10,610)	(12,276)	(32,231)
Fund balances at 1 April 2018		(27,794)	288,612	260,818	293,049
Fund balances at 31 March 2019		(29,460)	278,002	248,542	260,818

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

PENRHYS PARTNERSHIP TRUST

BALANCE SHEET

AS AT 31 MARCH 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	9		280,871		292,277
Current assets					
Cash at bank and in hand		1,583		1,908	
Creditors: amounts falling due within one year	10				
		(33,912)		(33,367)	
Net current liabilities			(32,329)		(31,459)
Total assets less current liabilities			248,542		260,818
Income funds					
Restricted funds	11		278,002		288,612
Unrestricted funds			(29,460)		(27,794)
			248,542		260,818

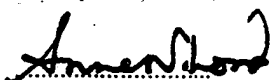
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2019.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The accounts were approved by the Trustees on 29-01-2020



Mrs A Lord
Trustee

Company Registration No. 2861787

PENRHYS PARTNERSHIP TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

Charity information

Penrhys Partnership Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Penrhys Partnership, Y Ffynnon Centre, Penrhys, Ferndale, Rhonda Cynon Taff, CF43 3NS.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's governing document, the Companies Act 2006 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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

The charity reported a net outflow of £1,666 for the year for unrestricted funds. The key objective and future plans for the organisation will be focusing on the financial viability.

The trustees have also been advised that the restrictions on the property it owns, namely the Arts Centre have expired. It is therefore the trustees intention to sell the property in the near future and utilise the funds raised from the sale on replenishing the charity's negative reserves and furthering the charity's objectives.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Unreleased grants received on capital expenditure are recognised as part of restricted funds rather than deferred income. The depreciation on the restricted assets is charged annually to the restricted fund.

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.

1.4 Incoming resources

Income is recognised when the charity 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 charity 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.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

PENRHYS PARTNERSHIP TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies (Continued)

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Cost of charitable activities includes expenditure associated with grants and rental properties and include both the direct costs and support costs relating to these activities.

Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with statutory requirements.

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. Tangible fixed assets costing more than £1,000 are capitalised.

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:

Freehold land and buildings	2% Straight line basis
Fixtures and fittings	25% Reducing balance basis

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 net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity 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).

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

1.8 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.

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.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

PENRHYS PARTNERSHIP TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies (Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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 charity's contractual obligations expire or are discharged or cancelled.

The charity operates a defined contribution scheme for the benefit of its employees. The assets of the scheme are held separately from those of the charity. Contributions payable are charged to the profit and loss account in the year they are payable and are charged against unrestricted fund.

1.9 Operating Leases

Rentals applicable to operating leases are charged to the Statement of Financial Activities on a straight-line basis over the lease terms.

2 Critical accounting estimates and judgements

In the application of the charity'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 Other trading activities

	Unrestricted funds	Total
	2019 £	2018 £
Rental Income	-	1,247
	=====	=====

PENRHYS PARTNERSHIP TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2019

4 Charitable activities

	Charitable Expenditure 2019 £	Charitable Expenditure 2018 £
Insurance	-	1,184
Accountancy & professional fees	870	2,907
Telephone & IT	-	605
Miscellaneous costs	-	182
Programme expenses	-	159
Light, heat & rates	-	329
Bad debts	-	6,652
Legal fees	-	1,109
	<u>870</u>	<u>13,127</u>
Share of support costs (see note 5)	11,406	13,774
Share of governance costs (see note 5)	-	1,500
	<u>12,276</u>	<u>28,401</u>
Analysis by fund		
Unrestricted funds	1,666	17,790
Restricted funds	10,610	10,611
	<u>12,276</u>	<u>28,401</u>
For the year ended 31 March 2018		
Unrestricted funds	17,790	
Restricted funds	10,611	
	<u>28,401</u>	

PENRHYS PARTNERSHIP TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2019

5 Support costs

	Support costs £	Governance costs £	2019 £	2018 £	Basis of allocation
Salary recharge	-	-	-	1,770	
Depreciation	11,406	-	11,406	12,004	
Independent examination fees	-	-	-	1,500	Governance
	<u>11,406</u>	<u>-</u>	<u>11,406</u>	<u>15,274</u>	
Analysed between Charitable activities	<u>11,406</u>	<u>-</u>	<u>11,406</u>	<u>15,274</u>	

Governance costs includes payments to the independent examiners of £1,500 (2018- £2,500) for independent examination fees.

6 Trustees

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

7 Employees

There were no employees during the year.

8 Other

	Unrestricted funds	Total
	2019	2018 £
Net loss on disposal of tangible fixed assets	-	5,077
	<u>-</u>	<u>5,077</u>

PENRHYS PARTNERSHIP TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2019

9 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Total £
Cost			
At 1 April 2018	510,989	12,908	523,897
At 31 March 2019	510,989	12,908	523,897
Depreciation and impairment			
At 1 April 2018	221,896	9,724	231,620
Depreciation charged in the year	10,610	796	11,406
At 31 March 2019	232,506	10,520	243,026
Carrying amount			
At 31 March 2019	278,483	2,388	280,871
At 31 March 2018	289,093	3,184	292,277

10 Creditors: amounts falling due within one year

	2019 £	2018 £
Amount due to Penrhys Partnership Limited	33,162	31,867
Accruals	750	1,500
	<u>33,912</u>	<u>33,367</u>

11 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2018 £	Resources expended £	Balance at 31 March 2019 £
Arts Centre	288,612	(10,610)	278,002

Arts Centre

This funding was received to purchase the Arts Centre, depreciation is being released annually against the cost.

PENRHYS PARTNERSHIP TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

12 Restricted funds - previous year

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2017 £	Movement in funds		Balance at 31 March 2018 £
		Incoming resources £	Resources expended £	
Arts Centre	299,223	-	(10,611)	288,612
	<u>299,223</u>	<u>-</u>	<u>(10,611)</u>	<u>288,612</u>

Arts Centre

This funding was received to purchase the Arts Centre, depreciation is being released annually against the cost.

13 Analysis of net assets between funds

	Unrestricted 2019 £	Restricted 2019 £	Total 2019 £	Total 2018 £
Fund balances at 31 March 2019 are represented by:				
Tangible assets	2,869	278,002	280,871	292,277
Current assets/(liabilities)	(32,329)	-	(32,329)	(31,459)
	<u>(29,460)</u>	<u>278,002</u>	<u>248,542</u>	<u>260,818</u>

14 Analysis of net assets between funds - previous year

	Unrestricted £	Restricted £	Total £
Fund balances at 31 March 2018 are represented by:			
Tangible assets	3,665	288,612	292,277
Current assets/(liabilities)	(31,459)	-	(31,459)
	<u>(27,794)</u>	<u>288,612</u>	<u>260,818</u>

15 Related party transactions

The trustees of the Penrhys Partnership Trust are also directors of Penrhys Partnership Limited, a company limited by guarantee (registration number 2699701).

In the prior year Penrhys Partnership Limited recharged salary costs of £1,770 in respect of administration services provided to the Penrhys Partnership Trust, in the year to 31 March 2019 there were no recharges.

At the end of the year, Penrhys Partnership Trust owed £33,162 to Penrhys Partnership Limited (2018: £31,867).