

Company registration number 03195860
Charity registration number 1067535

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
(A Company Limited by Guarantee
and not having a share capital)

**TRUSTEES ANNUAL REPORT &
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**

Broomfield & Alexander Limited
Professional Advisors
Waters Lane Chambers
1-3 Waters Lane
Newport
South Wales
NP20 1LA



BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

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**BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
MEMBERS, DIRECTORS AND ADVISORS**

Charity Name	Bryncynon Community Revival Strategy Ltd
Charity Registration Number	1067535
Company Registration Number	03195860
Registered Office	2 – 4 Commercial Place Matthewstown Mountain Ash Rhondda Cynon Taff CF45 4YR
Trustees	P Jenkins (Chair) (Appointed Nov 11) A Taylor (Vice Chair) (Appointed Nov 11) Councillor A L Davies (Retired Jul 12) J M Morgan R Collins (Appointed Nov 11) A J Curtis M Evans J A Flynn Reverend A K Holmes O K Owen L Williams Y Williams (Retired Mar 12) J Matthews T Sardar L Britten J H Bruford
Company Secretary	J Matthews
Principal Bankers	Lloyds TSB Aberdare Branch PO Box 1000 BX1 1LT
Statutory Auditors	Broomfield & Alexander Limited Statutory Auditors & Chartered Accountants Waters Lane Chambers Waters Lane Newport Gwent NP20 1LA

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
TRUSTEES REPORT
FOR THE YEAR ENDED 31 MARCH 2012

The trustees, who are also directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statement of the Charity for the year ended 31 March 2012. The trustees have adopted the provision of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2005.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Charity is controlled by its governing document, Memorandum and Articles of Association, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. The Charity was incorporated on 8 May 1996.

Recruitment and appointment of new trustees

Trustees are elected from Bryncynon and its surrounding areas. They are either interested individuals or a representative of a community group, working or residing within the locality. Trustees serve for a 3-year appointment and can be re-elected for further terms. They are elected at the AGM.

Induction and training of new trustees

All trustees receive training in the following:

- Roles and responsibilities of trustees,
- Health and safety legislation
- Charity law
- Company and finance matters

In support of the above, regular updates are given at the monthly trustees meetings or as and when required.

Organisation structure

There is a board of 14 trustees who are also the directors. The board of directors, led by the chair of the board, manage the strategic objectives. The Chief Executive oversees and line manages the Charity. The Corporate Services Manager oversees finance and internal administration staff.

Related parties

Cllr A L Davies MBE, the former chairman, is a councillor of Rhondda Cynon Taf County Borough Council. During the year, the Charity received income from Rhondda Cynon Taf County Borough totalling £67,919 (2011: £59,964).

Cllr's A L Davies, J M Morgan and O K Owen are also trustees of Bryncynon Community Centre. During the year the Charity paid Bryncynon Community Centre £8,110 for room hire relating to after school clubs.

Risk management

The trustees have a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

OBJECTIVES AND ACTIVITIES

The purpose of The Strategy is set out in the Mission Statement and states:

"Our aim is to provide facilities in the interests of the advancement of education and social welfare with the purpose of improving the condition and quality of life for residents of Bryncynon in the Rhondda Cynon Taff unitary authority area."

**BRYNCYNON COMMUNITY REVIVAL STRATEGY LTD
TRUSTEES REPORT
FOR THE YEAR ENDED 31 MARCH 2012**

OBJECTIVES AND ACTIVITIES (continued)

Public benefit

During the year the trustees have paid due regard to the guidance issued by the Charity Commission with regards to public benefit in deciding what activities the Charity need to undertake. Our main activities and who we try to help are described below. All of our charitable activities focus on helping the community and serves to further our charitable purposes for the public benefit.

During the period 2011-12, the organisations' objectives were as follows

Strategic Objectives

- Increase levels of income generation in all areas of our work to assist with future sustainability
- Continue to develop existing, and recruit new, volunteers
- Secure funding to maintain current levels of provision
- Continue to build on good practice by maintaining, and where necessary, by improving standards
- Promote the work of the organisation locally, regionally and nationally

Healthy Living Objectives

- Continue to integrate Healthy Living into the work of all strategy teams
- Encourage participation from all sections of the community into all aspects of the project
- Development of strategies to address the needs of key target groups within the project
- Continue to develop the Healthy Living Centre building as a functioning resource base
- Develop the Healthy Living Centre staff and volunteers through evaluation, reviewing, training, planning and holding meetings
- Continue to develop ways of generating income for the Healthy Living Centre

Finance Objectives

- Ensure sustainability of community transport through effective cost management
- Facilitate the development of the Strategy
- Contribute towards the smooth running of the organisation via streamlining of finance and administration functions

Youth Objectives

- Ensure the smooth running and personal development of the youth team through good communication and administration
- Increase opportunities for the 11-18 years age group to raise aspirations, self esteem, confidence and access to information
- Incorporate the Healthy Living agenda into all age groups we work with
- Increase the level of youth provision locally through additional staff, extended opening hours and bespoke youth facility
- Work in partnership with school cluster to provide enhanced youth activity programme
- Provide regular Job Search Clubs to 16 plus age groups
- Develop positive links between young people and local police
- Work with young people affected by drug and alcohol related issues

Early Years Objectives

- Continue to develop the Health Living agenda across all activities
- Promote and teach healthy lifestyle amongst 0-5's and their parents
- Maintain regular playgroup and playscheme provision in the community
- Generate income through developing activities at the Growing Together Centre and at other centres
- Continue to deliver a full programme of sessions under the Flying Start agenda
- Develop an active and independent Parents Committee and attract new members
- Increase provision of service through delivery of Early Years and Play activities to additional communities
- Enhance all services through a programme of marketing
- Continue to improve the service provided through a programme of staff training and personal development

**BRYNCYNON COMMUNITY REVIVAL STRATEGY LTD
TRUSTEES REPORT
FOR THE YEAR ENDED 31 MARCH 2012**

Community Development Objectives

- Develop newsletter and upgrade website to maximise community involvement
- Support existing volunteers and promote new volunteering opportunities
- Broaden horizons through outdoor living and leisure activities for the family
- Working with supporting and developing individuals and groups within our community
- Support the development of Credit Unions within the community
- Increase the level of community awareness and responsibility for environmental issues and community safety
- Carry out a community appraisal and use this to determine an annual action plan with priorities

Café Objectives

- Develop Café provision to be financially self sufficient
- Expand the buffet and delivery service
- Promote and market the Café throughout the RCT and beyond
- Include more trainees and volunteers in the Café and help them to develop their skills
- Improve Café's sustainability through staff training and development
- Support other projects in the organisation via the provision of meals and refreshments as required

Environment /Enterprise Objectives

- Secure funding to develop the Green Valley Centre
- Generate earned income through environmental Green Team
- Secure income generation through development of new in-house enterprises
- Continue to promote the community based bio-diesel outlet and increase it's membership
- Increase local food production at Green Valley to enhance the Food Co-operative project
- Increase numbers of volunteers and volunteering opportunities at Green Valley Centre

Administration and IT Objectives

- Maintain efficient administration, personnel and IT provision
- To ensure the smooth running and personal development of the administration team through good communication and administration
- Co-ordinate and monitor volunteering within the organisation
- To ensure effective staff training and development across all areas of The Strategy

ACHIEVEMENTS AND PERFORMANCE

Achievements during 2011/12

The organisation has experienced considerable challenges over the last twelve months but the appointment of a new Chair Phil Jenkins and a more proactive board has seen the organisation tackling the issues raised in the audit by Broomfield & Alexander and beginning to repair the relationship with funders and key partners

Notwithstanding these issues, Bryncynon Community Revival Strategy continues to deliver an excellent Flying Start Project which offers support to children and babies in deprived areas. Despite the recession Café Cwtch is returning a profit and plans are being considered to launch Café Cwtch as an individual social enterprise

The organisation has distributed a large number of items to community members purchased by in kind direct that are also providing useful raffle prizes

4 Main Road is now rented and Bryncynon Revival Strategy is receiving a rental income from this property

FINANCIAL REVIEW

Reserves policy

It is the policy of the Charity to generate and maintain funds in order that it is able to maintain its operations for the foreseeable future, aiming for a minimum of 12 months full operating costs in reserves. Unrestricted funds are generated in order to cover expenditure not covered by other specific grants and any short term funding shortfalls which may occur from time to time

**BRYNCYNON COMMUNITY REVIVAL STRATEGY LTD
TRUSTEES REPORT
FOR THE YEAR ENDED 31 MARCH 2012**

Principal funding sources

The principal funding sources for Bryncynon Community Revival Strategy Ltd for the year ended 31 March 2012 are Flying Start Funding, Children In Need, and Communities First funding (which ends on the 31 January 2013) Income from room hire and rental, as well as the two cafes is, small but growing

Investment policy and objectives

The Charity has considered the most appropriate policy for investing surplus funds which may arise from time to time and consider that an interest bearing deposit account is suitable for holding such funds

All projects have an exit strategy and there is a continual review and search for further funding for sustainability eventually leading to less grant dependency

FUTURE DEVELOPMENTS

It is likely that Bryncynon Revival Strategy will focus its attention on consolidation for the first part of 2013 to stabilise the organisation and ensure that the proper policies and procedures are in place to protect the Trustees and the organisation

We will then be establishing which of the projects currently run under the umbrella of Bryncynon Strategy are suitable to become social enterprises in their own right

Disposal of illiquid assets such as buildings which present a liability to the organisation will be a priority for the early part of 2013 and rationalising the organisation so that it can meet its liabilities

We will focus on responding to the issues outlined in the audit in order to present Bryncynon Strategy once again as a reliable and professional organisation to funders,

Whilst the Strategy has had an enormous impact on the lives of the people of Bryncynon and surrounding areas, there is still much to do

We are currently reviewing the board to ensure that we have the right skills mix and commitment and it is likely some dormant members will be invited to stand down

The board are currently receiving comprehensive papers and monthly reports and are invited to take decisions appropriate for them

We are aiming to run a series of board training sessions in 2013 to ensure board members are confident about their roles and responsibilities

APPOINTMENT OF AUDITORS

During the year the Trustees agreed to change auditors Broomfield & Alexander were appointed as auditors on 14 February 2012 to carry out the audit of the financial statements for the year ended 31 March 2012 onwards

**BRYNCYNON COMMUNITY REVIVAL STRATEGY LTD
TRUSTEES REPORT
FOR THE YEAR ENDED 31 MARCH 2012**

RESPONSIBILITIES OF THE BOARD OF TRUSTEES

The trustees (who are also directors of Bryncynon Community Revival Strategy Ltd for the purposes 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. 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 judgments and estimates that are reasonable and prudent,
- state whether applicable UK 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 charitable company will continue in business

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

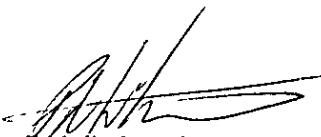
In so far as the trustees are aware, there is no relevant audit information of which the charitable company's auditors are unaware, and the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In accordance with company law, as the company's directors, we certify that

- So far as we are aware, there is no relevant audit information of which the company's auditors are unaware, and
- As the directors of the company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

Approved by the Board of Trustees on 20-12-12
and signed on behalf of the Board



P Jenkins (Chair) - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
FOR THE YEAR ENDED 31 MARCH 2012**

We have audited the financial statements of Bryncynon Community Revival Strategy for the year ended 31 March 2012 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly, we have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors. As a result of the matters described in the Basis for disclaimer of opinion paragraph, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the trustees, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

Emphasis of matter — Fundamental uncertainty

We draw your attention to Note 1 in the financial statements which describes the uncertainty over future funding. Our opinion is not qualified in this respect.

Basis for disclaimer of opinion

In our opinion:

- The possible effects of the limitation in evidence available to us concerning unrestricted and restricted expenditure was such that we were unable to form an opinion on whether the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 March 2012, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
FOR THE YEAR ENDED 31 MARCH 2012**

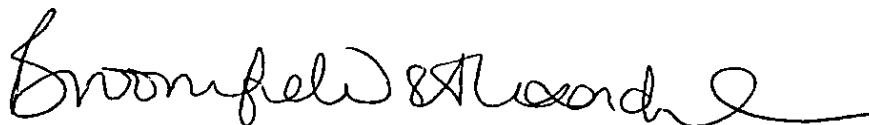
Disclaimer of Opinion

- Because of the significance of the matters described in the Basis for disclaimer of opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the financial statements

Matters on which we are required to report by exception

In our opinion

- The charitable company has not kept adequate accounting records, and,
- we have not received all the information and explanations we require for our audit



Broomfield & Alexander Limited

Chartered Accountants and Statutory Auditors
Waters Lane Chambers
Waters Lane
Newport
Gwent
NP20 1LA

Date 20-12-12

Broomfield & Alexander Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating the **INCOME AND EXPENDITURE ACCOUNT**)
FOR THE YEAR ENDED 31 MARCH 2012

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2012 £	Total Funds 2011 (restated) £
INCOMING RESOURCES					
<i>Incoming resources from generated funds</i>					
Activities for generating funds	2	154,297	-	154,297	114,088
Investment income	3	10,304	-	10,304	25,674
<i>Incoming resources from charitable activities</i>					
General activity	4	5,308	-	5,308	131
Young children and youth activities		54,321	1,059,089	1,113,410	1,143,246
Healthy Living Centre		-	74,926	74,926	74,926
Back to Work Projects		-	568,454	568,454	467,559
Total Incoming Resources		224,230	1,702,469	1,926,699	1,825,624
RESOURCES EXPENDED					
<i>Costs of generating funds</i>					
Cost of generating voluntary income	5	1,629	81,743	83,372	80,886
Fundraising trading cost of goods sold and other costs	6	48,001	-	48,001	47,111
<i>Charitable activities</i>					
General activity	7	1,079	321,881	322,960	221,583
Young children and youth activities		66,729	474,053	540,782	554,806
Healthy Living Centre		-	128,351	128,351	127,983
Environmental projects		-	125,699	125,699	140,679
Community First		-	142,626	142,626	200,055
Back to Work Projects		-	221,009	221,009	167,785
Adult Learning		-	52,151	52,151	21,739
Governance costs	8	7,863	11,751	19,614	23,913
Total Resources Expended		125,301	1,559,264	1,684,565	1,586,540
Net incoming resources		98,929	143,205	242,134	239,084
RECONCILIATION OF FUNDS					
Funds brought forward	19/20	848,266	1,223,990	2,072,256	1,833,172
Funds carried forward	19/20	947,195	1,367,195	2,314,390	2,072,256

There are no recognised gains and losses for the current financial year or the prior financial period other than as stated in the statement of financial activities and, accordingly, no separate total of recognised gains and losses is presented

The notes on pages 11 to 22 form part of the financial statements

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
BALANCE SHEET
AS AT 31 MARCH 2012

	Note	Total Funds 2012 £	Total Funds 2011 £
FIXED ASSETS			
Tangible assets	12	1,224,276	1,014,420
Investment property	13	150,174	100,614
		<u>1,374,450</u>	<u>1,115,034</u>
CURRENT ASSETS			
Stocks		1,500	1,500
Debtors	14	108,528	121,479
Cash at bank and in hand		852,384	867,628
		<u>962,412</u>	<u>990,607</u>
CREDITORS amounts falling due within one year	15	(22,472)	(30,134)
NET CURRENT ASSETS		<u>939,940</u>	<u>960,473</u>
Total assets less current liabilities		2,314,390	2,075,507
CREDITORS: amounts falling due after more than one year	16	-	(3,251)
NET ASSETS		<u>2,314,390</u>	<u>2,072,256</u>
FUNDS	19/20		
Unrestricted funds		947,195	848,266
Restricted funds		1,367,195	1,223,990
		<u>2,314,390</u>	<u>2,072,256</u>

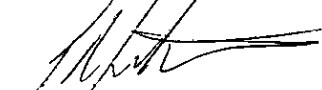
For the year in question, the charitable company was entitled to exemption from an audit under section 477 of the Companies Act 2006

The members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act

The trustees/directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the Board of Directors/Trustees on 20-12-12



P Jenkins (Chair) - Trustee

The notes on pages 11 to 22 form part of the financial statements

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

1. ACCOUNTING POLICIES

Accounting convention

The accounts have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

Going Concern

These accounts have been prepared on a going concern basis

A number of funding sources have ended post 31 March 2012. In the absence of any new funding being secured and as a result of failure to control costs and keep proper accounting records the Charity's cash reserves are depleting. The Charity could suffer cash flow problems should grant providers choose to proceed with a claw back of funds. The extent of this cannot currently be quantified. The Charity are in discussions with grant providers to minimise this risk.

The Charity has made a number of redundancies post year end in order to ease the cash flow burden.

The Charity is seeking to sell two properties along with other assets in order to raise funds. The Charity is also seeking additional sources of funding.

The Trustees are aware that the situation is critical and that action needs to be taken in order to meet commitments as they fall due. The management team has been restructured to facilitate this.

The Trustees are confident that the steps taken already along with the plans they have put in place will ensure the Charity remains a going concern.

Incoming Resources

All incoming resources are included in the Statement of Financial Activities (SOFA) when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the Charity earns the right to consideration by its performance.

Grants receivable are treated in different ways, dependent upon their purposes and the terms of the grant.

Grants receivable for the specific purpose of purchasing fixed assets for the continued use of the Charity are treated as restricted funds. The restricted fund is then reduced by amounts equivalent to the depreciation charges on the assets concerned and will continue to do so over the expected useful lives of the assets concerned.

Grants receivable for specific purposes are also treated as restricted funds so that any unused funds can be separately identified.

Grants receivable to facilitate the general running of the project, i.e. where the directors/trustees can choose how the funds are expended are treated as unrestricted funds.

Voluntary income is received by way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the Charity, are recognised when the Charity becomes unconditionally entitled to the grant.

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

1 ACCOUNTING POLICIES (continued)

Investment income is included when receivable

Cafe income also includes buffet income and is accounted for when received

House rental income includes room rental and is accounted for on an accruals basis when the rent becomes due

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates

Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Charity and include audit fees and costs linked to the strategic management of the Charity

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis

Cash flow statement

The company qualifies as a small company under the Companies Act 2006. The trustees have elected to take advantage of the exemption under FRS1 not to prepare a cash flow statement

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter

Land and buildings	- 2% on cost
Plant and machinery, etc	- 25% on reducing balance

Fixed asset additions costing less than £900 are not capitalised

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve

Stocks

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

Taxation

As a Charity, Bryncynon Community Revival Strategy Ltd is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

1 ACCOUNTING POLICIES (continued)

Fund Accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees

Restricted funds can only be used for particular restricted purposes within the objects of the Charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes

Designated funds are retained to ensure the Charity could cover cafe, administration, IT and corporate salaries for the short term if future income funding streams ceased

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the Statement of Financial Activities over the relevant period. The capital element of the future payments is treated as a liability.

2 ACTIVITIES FOR GENERATING FUNDS

	Unrestricted funds £	Restricted funds £	Total 2012 £	Total 2011 £
Fundraising events	21,760	-	21,760	17,151
Cafe income	81,961	-	81,961	60,039
Low cost community meals	24,452	-	24,452	30,570
Gym membership	17,638	-	17,638	-
Other Sales	8,486	-	8,486	6,328
	<u>154,297</u>	<u>-</u>	<u>154,297</u>	<u>114,088</u>

3 INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	Total 2012 £	Total 2011 £
Rents received	9,930	-	9,930	25,427
Deposit account interest	374	-	374	247
	<u>10,304</u>	<u>-</u>	<u>10,304</u>	<u>25,674</u>

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

4 INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

		Unrestricted funds	Restricted funds	Total 2012	Total 2011 (restated)
		£	£	£	£
	Activity				
Tuition and other income	General activity	5,308	-	5,308	131
Tuition and other income	Young children and youth activities	49,368	-	49,368	49,342
Grants	Young children and youth activities	4,953	1,059,089	1,064,042	1,093,904
Grants	Healthy Living Centre	-	74,926	74,926	74,926
Grants	Back to Work Projects	-	568,454	568,454	467,559
		<u>59,629</u>	<u>1,702,469</u>	<u>1,762,098</u>	<u>1,685,862</u>

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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4 INCOMING RESOURCES FROM CHARITABLE ACTIVITIES (continued)

Grants received, included in the above, are as follows

	Unrestricted funds	Restricted funds	Total 2012	Total 2011 (restated)
	£	£	£	£
WCVA – Engagement Gateway	-	356,119	356,119	325,166
British Legion	-	74,926	74,926	74,926
Pupil Project	-	40,000	40,000	40,000
Open Access after school club	-	1,193	1,193	-
Sure Start	-	19,825	19,825	19,825
Flying Start	-	274,880	274,880	125,566
Pathways to Work	-	-	-	14,125
Keystart	-	38,772	38,772	53,929
Coalfields future jobs	-	60,432	60,432	62,523
Future Jobs	-	6,072	6,072	19,872
Education other than attending school	4,953	67,686	72,639	47,418
Rhondda Cynon Taf County Borough Council	-	36,508	36,508	59,964
WCVA – future jobs	-	73,427	73,427	16,165
Big Lottery	-	177,433	177,433	292,873
Pupil project	-	-	-	2,232
Children in Need	-	23,229	23,229	25,349
Communities First	-	39,080	39,080	196,658
Henry Smith	-	17,850	17,850	37,800
Calon Lan Project	-	-	-	17,750
Playscheme – Bryncynon	-	21,401	21,401	23,702
Playscheme – Cefn Pennar	-	1,709	1,709	2,389
Countryside Wales	-	3,875	3,875	-
GlaxoSmithKline	-	27,000	27,000	-
Environment Wales	-	12,000	12,000	-
Law Yn Llaw	-	-	-	811
Merthyr Institute for the Blind	-	-	-	3,056
Community Asset Transfer (CAT)	-	34,656	34,656	-
Art Council	-	4,915	4,915	7,485
Execution Charity	-	35,000	35,000	35,000
Bridges into work	-	29,529	29,529	-
Building the future together	-	49,968	49,968	-
Volunteering	-	-	-	18,652
Millennium Volunteers	-	-	-	8,000
Wild Fishing Wales	-	4,984	4,984	19,177
Community Foundation Nip it in the Bud	-	-	-	2,339
Timebank UK	-	-	-	4,000
Bryncynon Playstation (Welsh Govt and Communities First)	-	170,000	170,000	79,637
	<u>4,953</u>	<u>1,702,469</u>	<u>1,707,422</u>	<u>1,636,389</u>

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
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5 COSTS OF GENERATING VOLUNTARY INCOME

	Unrestricted funds £	Restricted funds £	Total 2012 £	Total 2011 £
Staff costs	-	81,743	81,743	80,250
Food supplies	1,629	-	1,629	636
	<u>1,629</u>	<u>81,743</u>	<u>83,372</u>	<u>80,886</u>

6 FUNDRAISING TRADING · COST OF GOODS SOLD AND OTHER COSTS

	Unrestricted funds £	Restricted funds £	Total 2012 £	Total 2011 £
Purchases	48,001	-	48,001	47,111
	<u>48,001</u>	<u>-</u>	<u>48,001</u>	<u>47,111</u>

7 CHARITABLE ACTIVITIES COSTS

	Unrestricted funds £	Restricted funds £	Total 2012 £	Total 2011 £
Direct and support costs (note 8)				
General activity	1,079	321,881	322,960	221,583
Young children and youth activities	66,729	474,053	540,782	554,806
Healthy Living Centre	-	128,351	128,351	127,983
Environmental projects	-	125,699	125,699	140,679
Community First	-	142,626	142,626	200,055
Back to Work Projects	-	221,009	221,009	167,785
Adult Learning	-	52,151	52,151	21,739
	<u>67,808</u>	<u>1,465,770</u>	<u>1,533,578</u>	<u>1,434,630</u>

8 GOVERNANCE COSTS

	Unrestricted funds £	Restricted funds £	Total 2012 £	Total 2011 £
Professional fees	-	11,751	11,751	15,066
Accountancy	2,458	-	2,458	3,407
Auditor's remuneration	5,405	-	5,405	5,440
	<u>7,863</u>	<u>11,751</u>	<u>19,614</u>	<u>23,913</u>

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

9 NET INCOMING RESOURCES

Net resources are stated after charging/(crediting)

	Total 2012 £	Total 2011 £
Auditors remuneration	5,405	5,440
Depreciation – owned assets	104,339	45,841
Depreciation – assets on hire purchase contract and finance leases	4,183	5,578
	<u> </u>	<u> </u>

10 TRUSTEES REMUNERATION AND BENEFITS

The trustees did not receive remuneration, or any other benefits during the year ended 31 March 2012, or for the year ended 31 March 2011

Trustees Expenses

There were no trustees expenses reimbursed for the year ended 31 March 2012, or for the year ended 31 March 2011

11 STAFF COSTS

	Total 2012 £	Total 2011 £
Wages and salaries	1,030,246	1,037,101
Social security costs	61,253	61,575
	<u>1,091,499</u>	<u>1,098,676</u>

The average monthly number of employees during the year was as follows

	Total 2012 No	Total 2011 No
Main project activities and administration	32	31
Part time	43	40
	<u>75</u>	<u>71</u>

There were no employees whose emoluments (excluding pension contributions) exceeded £60,000 in the year

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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12 TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery, etc £	Total £
Cost			
At 1 April 2011	1,000,993	308,238	1,309,231
Additions in year	53,376	265,001	318,377
At 31 March 2012	<u>1,054,369</u>	<u>573,239</u>	<u>1,627,608</u>
Depreciation			
At 1 April 2011	95,074	199,737	294,811
Charge for the year	21,062	87,459	108,521
At 31 March 2012	<u>116,136</u>	<u>287,196</u>	<u>403,332</u>
Net Book Value			
At 31 March 2012	<u>938,233</u>	<u>286,043</u>	<u>1,224,276</u>
At 31 March 2011	<u>905,919</u>	<u>108,501</u>	<u>1,014,420</u>

The net book value of tangible fixed assets includes £12,550 (2011 - £16,732) in respect of assets held under hire purchase contracts. Depreciation charged in respect of these assets amounted to £4,183 (2011 - £5,578).

13 INVESTMENT PROPERTY

	Total 2012 £	Total 2011 £
COST		
At 1 April 2011	100,614	100,614
Additions	49,560	-
At 31 March 2012	<u>150,174</u>	<u>100,614</u>

Investment properties were valued on 31 March 2012 by the trustees at open market value based on existing use.

14 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	Total 2012 £	Total 2011 £
Debtors	<u>108,528</u>	121,479
	<u>108,528</u>	<u>121,479</u>

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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15 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	Total 2012 £	Total 2011 £
Hire purchase	3,508	9,191
Trade creditors	12,166	14,174
Taxation and social security	456	425
Other creditors	<u>6,342</u>	<u>6,344</u>
	<u>22,472</u>	<u>30,134</u>

16. CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Total 2012 £	Total 2011 £
Hire Purchase	<u>-</u>	<u>3,251</u>

17 OPERATING LEASE COMMITMENTS

At 31 March, the company had annual commitments under non-cancellable operating leases as follows

	Total 2012 £	Total 2011 £
Expiring Between one and five years	<u>15,764</u>	<u>12,000</u>
	<u>15,764</u>	<u>12,000</u>

The operating lease commitments detailed above are in relation to 3 units at Pontcynon Industrial Estate, Abercynon

18 SECURED DEBTS

The following secured debts are included within creditors

	Total 2012 £	Total 2011 £
Hire purchase contracts	<u>3,508</u>	<u>12,442</u>

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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19 MOVEMENT IN FUNDS

	Balance 1 April 2011 £	Incoming £	Outgoing £	Balance 31 March 2012 £
Unrestricted Funds				
General funds	748,266	224,230	(125,301)	847,195
Designated funds	100,000	-	-	100,000
	<u>848,266</u>	<u>224,230</u>	<u>(125,301)</u>	<u>947,195</u>
Restricted Funds				
Fixed Assets Reserve	979,963	120,000	(18,166)	1,081,797
Coalfields Social Enterprise	-	60,432	(60,432)	-
Cymorth (Keystart)	-	38,772	(31,354)	7,418
Cymorth (Surestart)	-	19,825	(19,825)	-
Play grant & Play scheme	-	23,110	(23,110)	-
Environment Wales	-	12,000	(12,000)	-
Children in Need	-	23,229	(23,229)	-
Flying Start	67,846	274,880	(335,299)	7,427
Communities First	48,458	39,080	(49,835)	37,703
Henry Smith	9,450	17,850	(17,863)	9,437
Big Lottery People and Places	14,221	39,522	(53,743)	-
Youth Revenue Grant	-	5,000	(5,000)	-
Big Lottery Reaching Out	5,735	9,560	(15,295)	-
Big Lottery Way of Life	-	128,351	(128,351)	-
Community Asset Transfer	-	34,656	(34,656)	-
ALW Grant	-	1,495	(1,495)	-
Building the Future Together	-	49,968	(16,529)	33,439
EEIP Calon Lan 2	9,800	-	-	9,800
British Legion	-	74,926	(74,926)	-
Execution Charity	-	35,000	(35,000)	-
Future Jobs	825	80,019	(80,844)	-
Wild Fishing Wales	8,055	4,984	(13,039)	-
Art Council of Wales	-	4,915	(4,915)	-
Bridges into Work	-	29,529	-	29,529
Education Other Than				
Attending School	-	67,686	(52,151)	15,535
Pupil Project	-	40,000	(40,000)	-
Hardship Grant	-	12,951	(12,951)	-
Countryside Council Wales	-	2,380	(2,380)	-
Coalfields Temp Workers	-	3,192	(3,192)	-
Credit Union Temp Workers	-	14,844	(14,844)	-
Open Access After School Club	-	1,194	(1,194)	-
Engagement Gateway Projects	-	356,119	(221,009)	135,110
GlaxoSmithKline	-	27,000	(27,000)	-
Communities Facilities (CFAP)	79,637	50,000	(129,637)	-
	<u>1,223,990</u>	<u>1,702,469</u>	<u>(1,559,264)</u>	<u>1,367,195</u>
TOTAL FUNDS	<u>2,072,256</u>	<u>1,926,699</u>	<u>(1,684,565)</u>	<u>2,314,390</u>

**BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012**

19 MOVEMENT IN FUNDS (continued)

Fixed Assets Reserve - This represents buildings improvements, fixtures and equipment originally acquired using restricted funds. The balance will fund future depreciation of equipment, fixtures and fittings to the extent that those assets are represented by the fund

Coalfields Social Enterprise – to develop 2 social enterprise organisations via the Green Valley Site

Cymorth (Keystart) – local authority funding providing resources and tutors fees

Cymorth (Surestart) – to run a creche facility under Early Years Project

Play grant & play scheme – for open access play during school holidays

Environment Wales – to support the role of horticultural Co-ordinator

Children in Need – to fund a Youth Manager and Youth activities

Flying Start – local authority funding providing salary, rental and resources for preschool children and families

Communities First – to cover employee salaries

Henry Smith – to fund Healthy Living Centre coordinators, training and administration support

Big Lottery People and Places – to redevelop the Green Valley site

Youth Revenue Grant – to provide a youth drop in service

Big Lottery Reaching Out – to fund youth work salaries and provide activities for young people

Big Lottery Way of Life – to work with disengaged families from the Healthy Living Centre

Community Asset Transfer – planned extension and alteration works at Bryncynon Community Centre

ALW Grant – to conduct adult learner taster sessions

Building the Future Together – to fund education outside of attending school and transport for pupils

EEIP Calon Lan 2 – to build a Garden of Remembrance for community members who have lost loved ones

British Legion – to work with ex-service men and their families

Execution Charity – donation from the Charity

Future Jobs – to employ jobseekers for a 6month period

Wild Fishing Wales – to build fishing platforms at our Green Valley Project

Art Council of Wales – to work with disengaged young people

Bridges Into Work – to fund posts/salaries of employees during the year

Education Other Than Attending School – to fund tutors costs for pupils not attending school

Pupil Project – to undertake weekend activities with a group of young individuals

Hardship Grant – to support development of nursery

Countryside Council Wales - to contribute to redeveloping of Green Valley site

Coalfields Temp Workers – to support the employment of an individual under the Future Jobs Fund

Credit Union Temp Workers – to support the employment of an individual under the Future Jobs Fund

Open Access After School Club – to provide after school support and activities

Engagement Gateway Projects – to undertake a range of projects to upskill the local community

GlaxoSmithKline – award given to Bryncynon Strategy

Communities Facilities Programme – to part fund the building of a new park within Bryncynon

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

20 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	Total funds £
Tangible fixed assets	142,479	1,081,797	1,224,276
Investment property	150,174	-	150,174
Current assets	676,558	285,854	962,412
Creditors amounts falling due within one year	(22,016)	(456)	(22,472)
	<hr/>	<hr/>	<hr/>
Net Assets at 31 March 2012	<u>947,195</u>	<u>1,367,195</u>	<u>2,314,390</u>

21 RELATED PARTY DISCLOSURES

Cllr A L Davies MBE, the former chairman, is a councillor of Rhondda Cynon Taf County Borough Council. During the year, the Charity received income from Rhondda Cynon Taf County Borough totalling £67,919 (2011 £59,964)

Cllr A L Davies, J M Morgan and O K Owen are also trustees of Bryncynon Community centre. During the year the Charity paid Bryncynon Community Centre £8,110 for room hire relating to after school clubs.

22 RESTATEMENT OF COMPARATIVES

The 2011 figures have been restated to reflect compliance with the Charity Commission Statement of Recommended Practice.