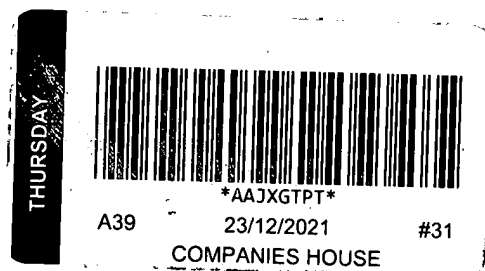


Charity Registration No. 1067535

Company Registration No. 03195860 (England and Wales)

**BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**



# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

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# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)**

**FOR THE YEAR ENDED 31 MARCH 2021**

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The trustees present their report and financial statements for the year ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in the notes 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) (effective 1 January 2019)".

### **Objectives and activities**

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

The charity's objects are 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 area.

### **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 which activities the Charity needs to undertake.

Our main activities and beneficiaries of those activities are described below. All of our charitable activities focus on helping the community and serves to further our charitable purposes for public benefit.

During the period 2020-2021, the organisation's objectives were as follows:

### **Strategic objectives**

- Increase levels of income generation in all areas of works to secure unrestricted funding to ensure the sustainability of the organisation.
- Secure grant funding to maintain and explore ways of expanding current provisions.
- Continue to build on good practice by maintaining, and where necessary, by improving standards.
- Promote the work of the organisation locally both with the community and businesses.
- Develop and improve partnership working to improve the provisions provided by the strategy.
- Continue to develop Bryncynon Community and the youth provision across the Lower Cynon Valley.
- Engage with Adult Learning Wales to develop training opportunities for residents.
- Further develop our range of services that focuses on older people in the Lower Cynon Valley.
- Develop strong partnerships with other charitable organisations through joint working and funding applications.

### **Healthy Living / Feel Good Factory Objectives**

- To continue to utilise the Feel Good Factory as a resource and support centre for the community.
- Through the implementation of the Fare Share scheme, continue to provide free or low cost food and meals to those in the community.
- To continue to provide and look to support new services being delivered from the centre.
- Support ways of generating income from the Feel Good Factory in addition to the room hire facility available to local organisations.
- Increase the visibility of the centre as a resource for the community and meet the needs of those families who are struggling through the distribution of free food to anyone who needs it.

### **Finance Objectives**

- Facilitate the development of Bryncynon Community Revival Strategy Ltd.
- To implement a robust funding strategy which includes bid writing and business sponsorship.
- Contribute towards the smooth running of the organisation via streamlining of finance and administration functions.
- Best use of all of Bryncynon Strategy's assets to generate maximum income.

# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2021**

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- Continue to look for opportunities to reduce running costs and ensure that the charity runs as efficiently as possible.
- To maintain a minimum of 6 months reserves.
- Protect jobs.
- Secure further funding for the continued delivery of the Listening Project, also securing continued employment for our Project Coordinator.

### **Youth Objectives**

- To continue to further enhance and grow our youth provision.
- Identify funding opportunities for youth provision for delivery through the community centre hub.
- Delivery of specific youth activities delivered through external funding.
- Engage young people through a community questionnaire to establish what youth activities they would like to see in the region.
- To work with the local school to support the provision of free or low cost food (packed lunches or after school meals) for those on low income.
- To address child poverty with a range of schemes to support families in need.
- Encourage volunteering among young people and provide training to promote development.

### **Early Years Objectives**

- Continue to successfully deliver the Flying Start Provision, offering a full provision under this agenda.
- Promote and teach healthy lifestyle amongst 0-5s and their parents.
- Maintain regular playgroup and play scheme provisions in the community.
- Generate income through developing activities at the Growing Together Centre and at other centres.
- Continue to improve the service provided through a programme of staff training and personal Development.
- Engage families in activities to support child care and family cohesion.
- Engage with agencies supporting families with disabled children who would benefit from the use of the sensory room in the youth centre.

### **Café Objectives**

- Review the opening hours of the café with a view to ensuring its financial viability.
- Re-start the buffet and delivery service to help generate additional income.
- Promote and market the café throughout Rhondda Cynon Taff and beyond.
- To use the Fareshare food to provide free or low cost peoples to senior citizens and those on low income.
- To encourage families to use the café to provide low cost family meals.
- To maintain the free food and community fridge initiative which enables us to provide the community with free groceries to help support their families.
- Café to provide hot meals to Over 60s in the community using door-step delivery.

### **Administration and IT Objectives**

- Maintain efficient administration, personnel and IT provision and continually review SLAs for most cost effective provision.
- Co-ordinate and monitor volunteering within the organisation.
- Ensure effective staff training and development across all areas of Bryncynon Community Revival Strategy Ltd.
- The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2021**

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### **Achievements and performance**

We have completed the renovation of the Community Centre which is now a well-used resource for the delivery for our children and young person provision. This has established additional space at the Feel Good Factory to enable us to generate revenue through room hire but will also further support its administrative functions and focus the premises on its 'Healthy Living & Wellbeing' objectives.

Our food delivery service has been a huge success with demand continuing to grow, this has enabled us to support people at their door-step and encourage them to participate in activities at the Feel Good Factory.

Securing funding for the Listening Project has also secured employment of a Project Coordinator; she has done a fantastic job in delivering on the Listening Project and has recruited a significant number of volunteers, this in turn has also meant we have been able to employ a receptionist through the kick-start scheme.

We have received support from the Wales Coop to develop a Business Strategy to help us focus on our long-term aims and ambitions.

We have developed long-term and meaningful partnerships with some local charities and are currently poised to become the 'anchor organisation' for Interlink RCT for the delivery of work in the Cynon Valley.

Bryncynon Community Revival Strategy has continued to deliver successfully its Flying Start provision through its Growing Together Centre. We are increasingly the provider of choice for early years and after school provision. We delivered Holiday Hunger and are successfully delivering the 30 hour child offer for Wales.

Flying Start at the Growing Together centre continues to complement our Play Scheme situated at the Community Centre. The Feel Good Factory continues to prove to be an essential hub in the community, providing a range of services for the local community including a number of Community based provisions.

The Café continues to provide an excellent meeting space for the community. The board have spent a significant amount of time exploring how we make the café sustainable and it has begun to turn a corner.

Free Food table and community fridge continue to meet the needs of families in the area.

### **Financial review**

#### **Results for the year**

Income for the year was £381,039, up from £279,265 in 2020. Expenditure for the year was £279,265, down from £269,280 in 2020. Last years income was made more buoyant by the sale of 1-4 Commercial Place.

An unrestricted surplus of £108,205 was reported for the year (2020: deficit of £22,258). The comparison needs to be taken within the context of the sale of property.

#### **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.

As at 31 March 2021, the charity's free reserves (unrestricted reserves less fixed assets) amounted to £156,283 (2020: £38,691)

#### **Principle funding sources**

The principle funding sources of Bryncynon Community Revival Strategy Ltd for the year ended 31 March 2021 was Flying Start funding. In addition we have secured relatively small pots of funding for projects. We have however secured £70,774.20 Capital funding from the Integrated Care Fund to purchase a vehicle, fund a sensory room at the community centre and build a ramp to increase access to the Feel Good Factory.

# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2021**

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### ***Investment policy and objectives***

The Charity is taking advice on 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.

The trustees are responsible for safeguarding the charity's assets and ensuring their proper application in accordance with charity law and hence taking reasonable steps for the prevention and detection of fraud, error and other irregularities.

The pandemic has had a profound impact on the Strategy. Our main sources income, room bookings, buffets and the café ceased overnight, these sources of revenue are slowly beginning to pick-up as COVID restrictions ease and businesses are getting back to regular working conditions

Our survival has relied on fundraising and we have had some success with that. The Community Centre is now finished and are successful in our plans to offer a range of youth provision for all. Our sensory room has enabled us to provide safe sessions for children with disabilities and we are engaging partner agencies to make them aware of the facility.

We are building new partnerships and working closer with other likeminded organisations, community groups and charities.

A grant from Lottery Climate Boost allowed us the capital funds to replace our two faulty boilers with new more energy efficient machines. We are also replacing our lighting with LED.

We have funding for a part time Listening Project Coordinator which will engage volunteers in befriending. Our meal delivery service has taken off and we need to expand the team to meet capacity.

We are seeking funding to continue to deliver youth services and develop our provision for older people. Fair share has offered the opportunity to respond directly to the issues of poverty in the area and we are delivering food parcels or allowing our low cost food for anyone within the community who may need the additional support.

The board has grown slightly and we are continuing to seek new board members; we have an elected chairperson and vice-chair. We also appointed a Head of Operations to replace the vacant CEO role to ensure there is a clear structure in place to accommodate the day-to-day running of the charity.

Empower Services have stepped away from the board and no longer has a role within the organisation.

Key to the organisation's success is the Feel Good Factory and we plan to continue to develop this centre as both a vital community hub and as a source of generating unrestricted income. The newly refurbished Café will, once the pandemic is over, provide a connection for local people.

Development and implementation of a robust funding strategy will be a key priority for the charity going forward as this will enable better delivery of charitable objects and contribute to the sustainability of the charity.

The Bryncynon Community Centre will provide a space to develop services for children and families and this will be a priority going forward.

Marketing of the Feel Good Factory and it's Café are a big focus for the organisation and we are continuing to improve marketing material, both in print and online and are working with other organisations such as University of south wales on devising a marketing strategy for the organisation going forward.

# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2021**

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### **Structure, governance and management**

#### ***Recruitment and appointment of new trustees***

Trustees are elected from Bryncynon and its surrounding areas. We are also in the process of developing the capacity of the board through the increase in board members who have specific skills and expertise. Trustees serve for a 3-year appointment and can be re-elected for further terms. They are elected at the AGM of through a formal process of invitation and selection throughout the year.

#### ***Induction and training for 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 trustees' meetings or as and when required.

#### **Organisation structure**

There is a board of 5 trustees who are also directors. The board of directors, led by the chair of the board, manage the strategic objectives. The board has recently appointed both a new Chair and Vice Chair to support the management personnel where required and continue to develop and deliver the boards strategic direction.

#### **Key management personnel**

The key management personnel of the charity are as follows:

Lee Thomas – Head of Operations  
Gill Bruford – Children and Family Coordinator  
Nina Finnigan – Project Coordinator

Key management personnel are remunerated for services at market rates.

#### **Risks**

The trustees have considered the principal risks of the charity, and have concluded a key risk going forward is the securing of future funding.

Although restrictions are easing, COVID-19 continues to pose a significant risk.

#### **Related parties**

There were no related parties in the current or previous year.

# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021**

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### **Reference and administrative details**

#### **Name**

Bryncynon Community Revival Strategy Limited

**Company Number** 03195860

**Charity Number** 1067535

#### **Registered Office:**

The Feel Good Factory  
Abercynon Road  
Abercynon  
Mountain Ash  
Rhondda Cynon Taff  
UK  
CF45 4AX

#### **Independent examiner**

Sarah Case FCA DChA  
Azets Audit Services  
Ty Derw  
Lime Tree Court  
Cardiff Gate Business Park  
Cardiff  
CF23 8AB

#### **Principal Bankers**

Lloyds Bank  
12 Canon Street  
Aberdare  
CF44 7AR

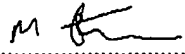
The trustees, who are also the directors for the purpose of company law, and who served during the year were:

John Matthews  
Ashleigh Jones  
Bev Garside  
John Bradwick  
Stephen Gould  
Mark Stevenson

Resigned 29/07/2021  
Appointed 13/05/2021  
Appointed 22/04/2021  
Appointed 06/05/2021

The Trustees report was approved by the Board of Trustees.

Mark Stevenson



.....  
**Trustee**

**Dated:** 20th December 2021



# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **INDEPENDENT EXAMINER'S REPORT**

### **TO THE TRUSTEES OF BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

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I report to the trustees on my examination of the financial statements of Bryncynon Community Revival Strategy Limited (the charity) for the year ended 31 March 2021.

#### **Responsibilities and basis of report**

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### **Independent examiner's statement**

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of , which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.



**Sarah Case FCA DChA**  
**Azets Audit Services**  
Ty Derw  
Lime Tree Court  
Cardiff Gate Business Park  
Cardiff  
CF23 8AB  
United Kingdom

Dated: 20th December 2021

# BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
<b>Income from:</b>							
Donations and legacies	3	12,961	-	12,961	1,267	-	1,267
Charitable activities	4	130,716	224,799	355,515	35,576	191,291	226,867
Other trading activities	5	12,563	-	12,563	51,131	-	51,131
<b>Total income</b>		<b>156,240</b>	<b>224,799</b>	<b>381,039</b>	<b>87,974</b>	<b>191,291</b>	<b>279,265</b>
<b>Expenditure on:</b>							
Raising funds	6	5,100	-	5,100	13,863	-	13,863
Charitable activities	7	42,935	186,759	229,694	92,602	159,048	251,650
Other	8	-	34,657	34,657	3,767	-	3,767
<b>Total resources expended</b>		<b>48,035</b>	<b>221,416</b>	<b>269,451</b>	<b>110,232</b>	<b>159,048</b>	<b>269,280</b>
<b>Net incoming resources before transfers</b>		<b>108,205</b>	<b>3,383</b>	<b>111,588</b>	<b>(22,258)</b>	<b>32,243</b>	<b>9,985</b>
Gross transfers between funds		(13,823)	13,823	-	52,828	(52,828)	-
<b>Net income for the year/ Net movement in funds</b>		<b>94,382</b>	<b>17,206</b>	<b>111,588</b>	<b>30,570</b>	<b>(20,585)</b>	<b>9,985</b>
Fund balances at 1 April 2020		112,609	784,150	896,759	82,039	804,735	886,774
<b>Fund balances at 31 March 2021</b>		<b>206,991</b>	<b>801,356</b>	<b>1,008,347</b>	<b>112,609</b>	<b>784,150</b>	<b>896,759</b>

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.

# BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

## BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
<b>Fixed assets</b>					
Tangible assets	11		817,407		849,169
<b>Current assets</b>					
Stocks	12	600		700	
Debtors	13	2,072		58,835	
Cash at bank and in hand		217,723		42,931	
		220,395		102,466	
<b>Creditors: amounts falling due within one year</b>	14	(29,455)		(54,876)	
<b>Net current assets</b>			190,940		47,590
<b>Total assets less current liabilities</b>			1,008,347		896,759
<b>Income funds</b>					
Restricted funds	16		801,356		784,150
Unrestricted funds			206,991		112,609
			1,008,347		896,759

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 2021.

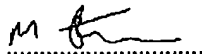
The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 20th December 2021

Mark Stevenson



Trustee

Company Registration No. 03195860

# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2021**

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### **1 Accounting policies**

#### **Charity information**

Bryncynon Community Revival Strategy Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is The Feel Good Factory, Abercynon Road, Ynysboeth, Mountain Ash, Rhondda Cynon Taff, CF45 4XZ, United Kingdom.

#### **1.1 Accounting convention**

The financial statements 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) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for smaller charities 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. The principal accounting policies adopted are set out below.

#### **1.2 Going concern**

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

#### **1.3 Charitable funds**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

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 Income**

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.

Grants are recognised when received.

Income from fundraising is recognised when received.

Income from tuition and other income is recognised when received.

# BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 1 Accounting policies

(Continued)

#### 1.5 Expenditure

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.

#### 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.

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% on cost
Plant and equipment	25% reducing balance
Motor vehicles	12.5% reducing balance

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.

Fixed asset additions costing less than £900 are not capitalised.

#### 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).

#### 1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

#### 1.9 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.

# BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 1 Accounting policies

(Continued)

#### 1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **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.

##### **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.

#### 1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

#### 1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2021**

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### **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 Donations and legacies**

	<b>Unrestricted funds</b>	<b>Unrestricted funds</b>
	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Donations and gifts	12,961	1,267
	<u>          </u>	<u>          </u>

# BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 4 Charitable activities

	2021 £	2020 £
Tuition and other income - young children and youth activities	28,136	35,576
Grants	327,379	191,291
	<u>355,515</u>	<u>226,867</u>
Analysis by fund		
Unrestricted funds	130,716	35,576
Restricted funds	224,799	191,291
	<u>355,515</u>	<u>226,867</u>
<b>Grants</b>		
Flying Start	51,132	121,668
Covid-19 Emergency Childcare	7,060	-
Integrated Care Fund	35,387	-
Job Retention Scheme	16,111	-
Rhondda Cynon Taf County Borough Council	50,500	-
Playscheme Bryncynon (Flying Start)	33,557	12,400
Moondance Foundation	26,060	-
Welsh Church Act Fund	-	45,778
Community Enabling Fund	-	11,445
Charities Aid Foundation	8,960	-
The National Lottery Community Fund	9,500	-
Big Lottery	79,112	-
Community Foundation in Wales	10,000	-
	<u>327,379</u>	<u>191,291</u>



# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2021**

### **5 Other trading activities**

	<b>Unrestricted funds</b>	<b>Unrestricted funds</b>
	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Cafe income and buffet sales	7,530	41,469
Fundraising	543	3,984
Other Income	4,490	5,678
	<u>          </u>	<u>          </u>
Other trading activities	<u>12,563</u>	<u>51,131</u>

### **6 Raising funds**

	<b>Unrestricted funds</b>	<b>Unrestricted funds</b>
	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<u>Fundraising and publicity</u>		
Purchases	5,100	13,863
	<u>          </u>	<u>          </u>
	<u>5,100</u>	<u>13,863</u>

# BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 7 Charitable activities

	2021 £	2020 £
Staff costs	132,311	157,749
Depreciation and impairment	29,617	30,160
General activity	61,374	45,858
Independent examination fees	3,390	3,390
Legal and professional fees	3,002	14,493
	<u>229,694</u>	<u>251,650</u>
	<u>229,694</u>	<u>251,650</u>
<b>Analysis by fund</b>		
Unrestricted funds	42,935	92,602
Restricted funds	186,759	159,048
	<u>229,694</u>	<u>251,650</u>

### 8 Other

	Restricted funds	Unrestricted funds
	2021	2020
Net loss on disposal of tangible fixed assets	34,657	3,767
	<u>34,657</u>	<u>3,767</u>

### 9 Trustees

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

A former trustee (resigned July 2021) is also a director of Empower - Support for the Voluntary Sector Limited. During the year £nil (2020: £14,400) was paid to this company for professional fees. This contract ceased once the director was appointed a trustee of the charity. There were no amounts outstanding at the year end (2020: £nil).

# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2021**

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### **10 Employees**

The average monthly number of employees during the year was:

	<b>2021 Number</b>	<b>2020 Number</b>
Main project activities and administration	6	6
Part time staff	5	6
Total	<u>11</u>	<u>12</u>
Employment costs	<b>2021 £</b>	<b>2020 £</b>
Wages and salaries	126,130	148,575
Social security costs	3,039	6,405
Other pension costs	3,142	2,769
	<u>132,311</u>	<u>157,749</u>

#### **Key management personnel**

The key management personnel of the charity during the period are noted in the trustees report.

The total emoluments and benefits received by the key management personnel during the year was £37,968 (2020: £53,683).

There were no employees whose annual remuneration was £60,000 or more.

# BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 11 Tangible fixed assets

	Freehold land and buildings	Plant and Motor vehicles equipment		Total
	£	£	£	£
<b>Cost</b>				
At 1 April 2020	1,100,302	393,553	-	1,493,855
Additions	33,848	4,079	24,585	62,512
Disposals	(79,702)	(38,007)	-	(117,709)
At 31 March 2021	1,054,448	359,625	24,585	1,438,658
<b>Depreciation and impairment</b>				
At 1 April 2020	276,621	368,065	-	644,686
Depreciation charged in the year	22,489	6,334	794	29,617
Eliminated in respect of disposals	(15,760)	(37,292)	-	(53,052)
At 31 March 2021	283,350	337,107	794	621,251
<b>Carrying amount</b>				
At 31 March 2021	771,098	22,518	23,791	817,407
At 31 March 2020	823,681	25,488	-	849,169

### 12 Stocks

	2021	2020
	£	£
Finished goods and goods for resale	600	700

### 13 Debtors

	2021	2020
	£	£
<b>Amounts falling due within one year:</b>		
Trade debtors	2,072	1,612
Other debtors	-	57,223
	2,072	58,835

### 14 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	21,653	50,624
Other creditors	7,802	4,252
	29,455	54,876

# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

***FOR THE YEAR ENDED 31 MARCH 2021***

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### **15 Retirement benefit schemes**

#### **Defined contribution schemes**

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £3,096 (2020 - £2,769).

# **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)** **FOR THE YEAR ENDED 31 MARCH 2021**

### **16 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:

	Movement in funds					Movement in funds				
	Balance at 1 April 2019	Incoming resources	Resources expended	Transfers	Balance at 1 April 2020	Incoming resources	Resources expended	Transfers	Balance at 31 March 2021	
	£	£	£	£	£	£	£	£	£	£
Fixed asset reserve	800,804	-	(21,049)	(4,504)	775,251	-	(22,375)	13,823	766,699	
Flying Start	-	121,668	(121,668)	-	-	51,132	(51,132)	-	-	
Integrated Care Fund	-	-	-	-	-	35,387	(35,387)	-	-	
Job Retention Scheme	-	-	-	-	-	16,111	(16,111)	-	-	
RCT	-	12,400	(12,400)	-	-	33,557	(33,557)	-	-	
The National Lottery Heritage Fund	-	-	-	-	-	9,500	-	-	9,500	
Big Lottery	-	-	-	-	-	79,112	(53,955)	-	25,157	
Coalfields Community Investment Programme	3,931	-	(3,931)	-	7,119	-	(7,119)	-	-	
Welsh Church Act Fund	-	45,778	-	(38,659)	-	-	-	-	-	
Community Enabling Fund	-	11,445	-	(9,665)	1,780	-	(1,780)	-	-	
	<u>804,735</u>	<u>191,291</u>	<u>(159,048)</u>	<u>(52,828)</u>	<u>784,150</u>	<u>224,799</u>	<u>(221,416)</u>	<u>13,823</u>	<u>801,356</u>	

## **BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021**

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#### **16 Restricted 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.

**Flying Start** – local authority funding providing salary, rental and resources for pre-school children and families.

**Integrated Care Fund** -

**Job Retention Scheme** - funding to support wages costs during the Covid-19 pandemic.

**RCT** - funding towards playgroup activities.

**The National Lottery Heritage Fund** -

**Big Lottery** -

**Coalfields Community Investment Programme** funding was provided for the purchase of new windows. The cost has been capitalised and is being depreciated in line with the charity's accounting policy.

**Welsh Church Act Fund** - funding was provided to carry out refurbishment works at the community centre.

**Community Enabling Fund** - funding was provided to carry out refurbishment works at the community centre.

# BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 17 Analysis of net assets between funds

	Unrestricted 2021 £	Restricted 2021 £	Total 2021 £	Unrestricted 2020 £	Restricted 2020 £	Total 2020 £
Fund balances at 31 March 2021 are represented by:						
Tangible assets	50,708	766,699	817,407	73,918	775,251	849,169
Current assets/ (liabilities)	156,283	34,657	190,940	38,691	8,899	47,590
	<u>206,991</u>	<u>801,356</u>	<u>1,008,347</u>	<u>112,609</u>	<u>784,150</u>	<u>896,759</u>

### 18 Related party transactions

There were no other related party transactions in the current or previous year.