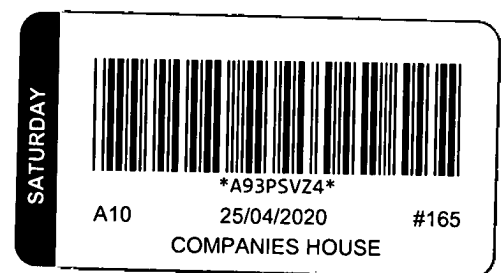


Registered number: 06802004
Charity number: 1138399

Mackworth Estate Community Association Limited

Trustees' Report and Financial Statements

For the Year Ended 30 June 2019



DAINS
ACCOUNTANTS

<p>Mackworth Estate Community Association Limited (A Company Limited by Guarantee)</p>
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<p style="text-align: center;">Mackworth Estate Community Association Limited (A Company Limited by Guarantee)</p>
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Reference and Administrative Details of the Company, its Trustees and Advisers
For the Year Ended 30 June 2019

Trustees	K Bowler L E Broughton P Dean D Page P J Pegg D E Froggatt (resigned 10 January 2020) G P Jackson (resigned 16 January 2020)
Company registered number	06802004
Charity registered number	1138399
Registered office	Mackworth Estate Community Hall St Francis Church Prince Charles Avenue Derby Derbyshire DE22 4FN
Accountants	Dains LLP Charlotte House Stanier Way The Wyvern Business Park Derby DE21 6BF

<p>Mackworth Estate Community Association Limited (A Company Limited by Guarantee)</p>
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Trustees' Report
For the Year Ended 30 June 2019

The Trustees present their annual report together with the financial statements of the Company for the year 1 July 2018 to 30 June 2019. The Annual Report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) as amended by Update Bulletin 1 (effective January 2015).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Strategies for achieving objectives

Focus has been put on improving the performance of the charity shop in addition to increasing the use of the hall to try and increase the funds available to reinvest in the community.

c. Main activities undertaken to further the Company's purposes for the public benefit

During the year two ladies were employed in the shop and they have been trying to improve custom and awareness of the shop. A facebook page was set up on which all recent donations are posted which has helped get new people in the shop and also establish a regular customer base. This has helped increase shop sales. We have also been encouraging repeat bookings and through favourable rates have secured more hire including birthday parties and clubs.

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the Year Ended 30 June 2019

Achievements and performance

a. Main achievements of the Company

This year has thrown up some extremely difficult challenges for us all but as per usual we have found a way through them.

Last year I reported that we had re-opened the charity shop but unfortunately it did not work out as we had hoped, so the Board took the decision for MECA to employ someone to manage the shop.

We had a number of applications and in the end the board chose two Ladies Sally & Yvette to job share the position.

I would like to thank the ladies for all of their hard work and dedication for they have looked at the shop in a different light and have made significant changes that have helped to increase sales etc.

All of the monies raised through the Charity Shop are ploughed back into the community and have funded the flowers for the tubs on Prince Charles Avenue, Junior Dance at the Mackworth Estate Community Hall, Prince Charles Avenue, made donations to local football teams including AFC Mackworth who are based at the hall and use Knightsbridge football pitch as their home pitch.

The funds also help to maintain the Mackworth Estate Community Hall.

The Mackworth Estate Community Hall is going from strength to strength with increased bookings for birthday parties, Salsa dances monthly, Zumba, Konga, and Clubbersize weekly. Currently Thursday and Friday nights are available for bookings.

I would at this point like to thank Emma for all of her help and support in opening, closing and cleaning the hall as well as assisting in taking bookings for parties etc.

The Terry Kelsall upstairs meeting room which is now fully accessible is used by the Neighbourhood Teams and is also available for hire as a meeting room or training room.

Little Owls Nursery has again achieved an OFSTED rating of "good". You will see that they have changed their name from Playgroup to Nursery this is because they now have a successful baby room.

Jo Hardy owner of the Nursery has invested a considerable amount of money into the outdoor play area over the last few months making it an even more enjoyable day for the youngsters.

b. Review of activities

Overall, this year has been very successful. We have seen an increase in all income streams and this is set to continue. We are conscious of increasing costs but the board are actively looking at ways to keep these down and bring in other income sources.

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

<p style="text-align: center;">Mackworth Estate Community Association Limited (A Company Limited by Guarantee)</p>
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Trustees' Report (continued)
For the Year Ended 30 June 2019

Strategic report (continued)

Financial review (continued)

b. Reserves policy

The Company holds reserves in order that the levels of service provided to the community may be maintained should there be a reduction in incoming resources. Reserves in this context mean funds that are freely available for the Company's general purposes after all commitments have been met. It is the opinion of the trustees that the existing reserves are sufficient to meet any reduction in incoming resources.

c. Principal funding

Funding is primarily from hall hire and shop income but the trustees are actively pursuing any other possible funding opportunities which includes grants and other charitable funding opportunities.

Structure, governance and management

a. Constitution

Mackworth Estate Community Association Limited is registered as a charitable company limited by guarantee and was set up by a Trust deed.

b. Methods of appointment or election of Trustees

The management of the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. Financial risk management

The Trustees have assessed the major risks to which the Company is exposed, in particular those related to the operations and finances of the Company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Members' liability

The Members of the Company guarantee to contribute an amount not exceeding £1 to the assets of the Company in the event of winding up.

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the Year Ended 30 June 2019

Statement of Trustees' responsibilities


The Trustees (who are also the directors of the Company 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. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees on and signed on their behalf by:



3rd April 2020

<p>Mackworth Estate Community Association Limited (A Company Limited by Guarantee)</p>
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Independent Examiner's Report
For the Year Ended 30 June 2019

Independent Examiner's Report to the Trustees of Mackworth Estate Community Association Limited ('the Company')

I report to the charity Trustees on my examination of the accounts of the Company for the year ended 30 June 2019.

Responsibilities and Basis of Report

As the Trustees of the Company (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company 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 Company's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

<p style="text-align: center;">Mackworth Estate Community Association Limited (A Company Limited by Guarantee)</p>
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Independent Examiner's Report (continued)
For the Year Ended 30 June 2019

Independent Examiner's Statement

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:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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 accounts to be reached.

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)

Independent Examiner's Report (continued)
For the Year Ended 30 June 2019

This report is made solely to the Company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Company's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Company and the Company's Trustees as a body, for my work or for this report.

Signed: 

L Richards

Dated: 

FCCA

Dains LLP
Charlotte House
Stanier Way
The Wyvern Business Park
Derby
DE21 6BF

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)

Statement of financial activities (incorporating income and expenditure account)
For the Year Ended 30 June 2019

	Note	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Income from:				
Donations and legacies	3	2,101	2,101	-
Other trading activities	4	59,251	59,251	28,914
Other income	5	-	-	10,250
Total income		61,352	61,352	39,164
Expenditure on:				
Raising funds	6	53,888	53,888	37,503
Charitable activities	7	2,572	2,572	620
Total expenditure		56,460	56,460	38,123
Net movement in funds		4,892	4,892	1,041
Reconciliation of funds:				
Total funds brought forward		1,696	1,696	655
Net movement in funds		4,892	4,892	1,041
Total funds carried forward		6,588	6,588	1,696

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 11 to 18 form part of these financial statements.

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)
Registered number: 06802004

Balance Sheet
As at 30 June 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	12	1,031	1,375
		<u>1,031</u>	<u>1,375</u>
Current assets			
Debtors	13	1,490	-
Cash at bank and in hand		4,066	321
		<u>5,556</u>	<u>321</u>
Net current assets		<u>5,556</u>	<u>321</u>
Total assets less current liabilities		<u>6,587</u>	<u>1,696</u>
Total net assets		<u>6,587</u>	<u>1,696</u>
Charity funds			
Restricted funds	15	-	-
Unrestricted funds	15	6,587	1,696
Total funds		<u>6,587</u>	<u>1,696</u>

The Company was entitled to exemption from audit under section 477 of the Companies Act 2006.

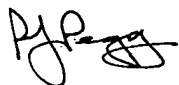
The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

P J Pegg



3rd April 2020

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The notes on pages 11 to 18 form part of these financial statements.

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 30 June 2019

1. General information

Mackworth Estate Community Association Limited is a Company limited by guarantee incorporated in England and Wales.

The Company's registered office is Mackworth Estate Community Hall, St Francis Church, Prince Charles Avenue, Derby DE22 4FN.

The Company constitutes a public benefit entity as defined by FRS 102.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Mackworth Estate Community Association Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Income

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

2.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 30 June 2019

2. Accounting policies (continued)

2.3 Expenditure (continued)

Expenditure on raising funds includes all expenditure incurred by the Company to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.4 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

At each reporting date the Company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined to be the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following basis:

Plant and machinery	-	25% reducing balance
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2.5 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.6 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.7 Financial instruments

The Company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 30 June 2019

2. Accounting policies (continued)

2.8 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Investment income, gains and losses are allocated to the appropriate fund.

3. Income from donations and legacies

	Unrestricted funds 2019 £	Total funds 2019 £
Donations	2,101	2,101

4. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Hall hire	37,381	37,381	17,453
Shop income	21,870	21,870	11,461
Total 2019	59,251	59,251	28,914

5. Other incoming resources

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Rates rebate	-	-	10,250

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 30 June 2019

6. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Leisure classes	3,640	3,640	-
Cleaning	2,409	2,409	2,350
Light and Heat	9,370	9,370	2,426
Water	557	557	836
Insurance	1,457	1,457	1,346
Telephone	888	888	883
Repairs and renewals	7,528	7,528	13,704
Waste	1,558	1,558	1,778
Postage and stationry	640	640	222
Other costs	3,548	3,548	1,201
IT costs	230	230	2,207
Legal costs	-	-	94
Sponsorship	-	-	836
Shop purchases	732	732	350
Accountancy fees	2,000	2,000	1,733
Maintenance	292	292	176
Wages and salaries	19,039	19,039	7,361
Total 2019	53,888	53,888	37,503

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 30 June 2019

7. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Direct costs	2,228	2,228	-
Depreciation	344	344	620
	<u>2,572</u>	<u>2,572</u>	<u>620</u>

8. Analysis of expenditure by activities

	Activities undertaken directly 2019 £	Support costs 2019 £	Total funds 2019 £	Total funds 2018 £
Direct costs	-	2,228	2,228	-
Depreciation	344	-	344	620
	<u>344</u>	<u>2,228</u>	<u>2,572</u>	<u>620</u>
Total 2018	<u>620</u>	<u>-</u>	<u>620</u>	

9. Auditors remuneration

The fee in respect of the independent examination is £2,000 (2018 - £1,733). The fee in respect of the 2019 accounts has been donated.

10. Staff costs

	2019 £	2018 £
Wages and salaries	19,039	7,361
	<u>19,039</u>	<u>7,361</u>

Mackworth Estate Community Association Limited (A Company Limited by Guarantee)
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Notes to the Financial Statements
For the Year Ended 30 June 2019

10. Staff costs (continued)

The average number of persons employed by the Company during the year was as follows:

	2019 No.	2018 No.
Employees	<u>3</u>	<u>2</u>

No employee received remuneration amounting to more than £60,000 in either year.

11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2018 - £NIL).

During the year ended 30 June 2019, no Trustee expenses have been incurred (2018 - £NIL).

12. Tangible fixed assets

	Plant and machinery £
Cost or valuation	
At 1 July 2018	6,050
At 30 June 2019	<u>6,050</u>
Depreciation	
At 1 July 2018	4,675
Charge for the year	344
At 30 June 2019	<u>5,019</u>
Net book value	
At 30 June 2019	<u>1,031</u>
At 30 June 2018	<u>1,375</u>

<p>Mackworth Estate Community Association Limited (A Company Limited by Guarantee)</p>

Notes to the Financial Statements
For the Year Ended 30 June 2019

13. Debtors

	2019 £	2018 £
Trade debtors	1,490	-
	<u>1,490</u>	<u>-</u>

14. Financial instruments

	2019 £	2018 £
Financial assets		
Financial assets measured at fair value through income and expenditure	4,066	321
Financial assets that are debt instruments measured at amortised cost	1,490	-
	<u>5,556</u>	<u>321</u>

Financial assets measured at fair value through income and expenditure comprise cash at bank

Financial assets that are debt instruments measured at amortised cost comprise trade debtors.

Mackworth Estate Community Association Limited
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 30 June 2019

15. Statement of funds

Statement of funds - current year

	Balance at 1 July 2018 £	Income £	Expenditure £	Balance at 30 June 2019 £
Unrestricted funds				
General Funds - all funds	1,696	59,352	(54,461)	6,587

16. Summary of funds

Summary of funds - current year

	Balance at 1 July 2018 £	Income £	Expenditure £	Balance at 30 June 2019 £
General funds	1,696	59,352	(54,461)	6,587

17. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	1,031	1,031
Current assets	5,556	5,556
Total	6,587	6,587

18. Related party transactions

There were no related party transactions during the year (2018 - £Nil).