

Registered number: 06802004  
Charity number: 1138399

**Mackworth Estates Community Association**

Trustees' report and financial statements

For the year ended 31 March 2021



**DAINS**  
ACCOUNTANTS

**Mackworth Estates Community Association**  
**(A company limited by guarantee)**

**Contents**

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	Page
Reference and administrative details of the Charity, its Trustees and advisers	1
Trustees' report	2 - 4
Independent examiner's report	5
Statement of financial activities	6
Balance sheet	7
Notes to the financial statements	8 - 14

**Mackworth Estates Community Association**  
(A company limited by guarantee)

**Reference and administrative details of the Charity, its Trustees and advisers**  
**For the year ended 31 March 2021**

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<b>Trustees</b>	K Bowler L E Broughton P Dean J Hardy D Page P J Pegg
<b>Company registered number</b>	06802004
<b>Charity registered number</b>	1138399
<b>Registered office</b>	Mackworth Estate Community Hall St Francis Church Prince Charles Avenue Derby Derbyshire DE22 4FN
<b>Company secretary</b>	J Hardy
<b>Accountants</b>	Dains Accountants Limited Charlotte House Stanier Way The Wyvern Business Park Derby DE21 6BF

**Mackworth Estates Community Association**  
**(A company limited by guarantee)**

**Trustees' report**  
**For the year ended 31 March 2021**

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The Trustees present their annual report together with the financial statements of the Charity for the year 1 April 2020 to 31 March 2021. 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 2019).

Since the Charity 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**

• **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)'.

• **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.

**Achievements and performance**

• **Review of activities**

This fiscal year 2020/21 has been extremely difficult with all the Covid restrictions we had to deal with and adhere too. Mackworth Estate Community Hall and MECA Charity Shop on Drayton Avenue could not be used or opened. The regular bookings at the hall had to be cancelled, we could not take party bookings due to the Covid restrictions in place, the shop could not open, all this meant we had no income coming in, but we still had utility bills etc to pay. However, we were able to keep the staff at the Charity Shop with thanks to the Furlough pay scheme.

MECA will continue to support local causes such as the Memorial on Prince Charles Avenue, St Francis Church utility bills, the Mackworth football clubs and any other worthy cause in Mackworth Estate. We will continue to support the planters on Prince Charles Avenue and Drayton Avenue.

Working with Derby City Council's Neighbourhood Team we will support the half term activities, the Halloween party, Christmas party and the giving of Easter eggs.

I would like to thank the Mackworth Estate Community Association's Board of Trustees for their continued support along with Paul Pegg CEO of MECA for all his challenging work behind the scenes.

**Mackworth Estates Community Association**  
**(A company limited by guarantee)**

**Trustees' report (continued)**  
**For the year ended 31 March 2021**

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**Financial review**

• **Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity 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.

• **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.

• **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**

• **Constitution**

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

• **Methods of appointment or election of Trustees**

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

• **Financial risk management**

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

**Members' liability**

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

**Mackworth Estates Community Association**  
**(A company limited by guarantee)**

**Trustees' report (continued)**  
**For the year ended 31 March 2021**

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**Statement of Trustees' responsibilities**

The Trustees (who are also the directors of the Charity 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 Charity 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 judgments 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 Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees on 20 December 2021 and signed on their behalf by:



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**P J Pegg**  
Trustee

**Mackworth Estates Community Association**  
(A company limited by guarantee)

**Independent examiner's report**  
**For the year ended 31 March 2021**

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**Independent examiner's report to the Trustees of Mackworth Estates Community Association**  
**('the Charity')**

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 March 2021.

**Responsibilities and basis of report**

As the Trustees of the Charity (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 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 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.

**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 Charity 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.

This report is made solely to the Charity'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 Charity'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 Charity and the Charity's Trustees as a body, for my work or for this report.

Signed:

Dated: 20 December 2021

Lisa Richards FCCA

**Dains Accountants Limited**

Charlotte House, Derby

**Mackworth Estates Community Association**  
**(A company limited by guarantee)**

**Statement of financial activities (incorporating income and expenditure account)**  
**For the year ended 31 March 2021**

	<b>Note</b>	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>	<b>Total funds 2020 £</b>
<b>Income from:</b>				
Donations and legacies	3	57,396	57,396	-
Other trading activities	4	35,310	35,310	41,058
<b>Total income</b>		<b>92,706</b>	<b>92,706</b>	<b>41,058</b>
<b>Expenditure on:</b>				
Raising funds	5	63,576	63,576	44,720
Charitable activities	6	-	-	193
<b>Total expenditure</b>		<b>63,576</b>	<b>63,576</b>	<b>44,913</b>
<b>Net movement in funds</b>		<b>29,130</b>	<b>29,130</b>	<b>(3,855)</b>
<b>Reconciliation of funds:</b>				
Total funds brought forward	12	2,732	2,732	6,587
Net movement in funds		29,130	29,130	(3,855)
<b>Total funds carried forward</b>	<b>12</b>	<b>31,862</b>	<b>31,862</b>	<b>2,732</b>

The notes on pages 8 to 14 form part of these financial statements.



**Mackworth Estates Community Association**  
**(A company limited by guarantee)**  
**Registered number: 06802004**

**Balance sheet**  
**As at 31 March 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	10	18,806	838
<b>Current assets</b>			
Cash at bank and in hand		15,180	4,896
Creditors: amounts falling due within one year	11	(2,124)	(3,002)
<b>Net current assets</b>		<u>13,056</u>	<u>1,894</u>
<b>Total net assets</b>		<u><u>31,862</u></u>	<u><u>2,732</u></u>
<b>Charity funds</b>			
Unrestricted funds	12	<u>31,862</u>	<u>2,732</u>
<b>Total funds</b>		<u><u>31,862</u></u>	<u><u>2,732</u></u>


The Charity 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 on 20 December 2021 and signed on their behalf by:

  
**P J Pegg**  
 Trustee

The notes on pages 8 to 14 form part of these financial statements.

**Mackworth Estates Community Association**  
(A company limited by guarantee)

**Notes to the financial statements**  
**For the year ended 31 March 2021**

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**1. General information**

Mackworth Estate Community Association Limited is a private Company limited by guarantee and 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 nature of the Company's operations and principal activities are given in the Trustees' Report.

**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 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Mackworth Estates Community Association 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 Charity 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.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

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 Estates Community Association**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 March 2021**

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**2. Accounting policies (continued)**

**2.3 Expenditure (continued)**

Expenditure on raising funds includes all expenditure incurred by the Charity 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 Charity's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

**2.4 Government grants**

Government grants relating to tangible fixed assets are treated as deferred income and released to the Statement of financial activities over the expected useful lives of the assets concerned. Other grants are credited to the Statement of financial activities as the related expenditure is incurred.

**2.5 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.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Plant and machinery	-	25% Reducing balance
Computer equipment	-	33% Straight-line

**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 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

**Mackworth Estates Community Association**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 March 2021**

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**2. Accounting policies (continued)**

**2.8 Financial instruments**

The Charity 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.

**2.9 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 Charity and which have not been designated for other purposes.

**3. Income from donations and legacies**

	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>	<b>Total funds 2020 £</b>
Derby City Council grants	49,338	<b>49,338</b>	-
Coronavirus Job Retention Scheme grant	8,058	<b>8,058</b>	-
	<u>57,396</u>	<u><b>57,396</b></u>	<u>-</u>

The charity furloughed certain staff under the Coronavirus Job Retention Scheme (CJRS). The funding received of £8,058 relates to claims made in respect of the year.

**4. Income from other trading activities**

**Income from non charitable trading activities**

	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>	<b>Total funds 2020 £</b>
Hall hire	25,885	<b>25,885</b>	23,958
Shop income	9,425	<b>9,425</b>	17,100
	<u>35,310</u>	<u><b>35,310</b></u>	<u>41,058</u>
<b>Total 2020</b>	<u>41,058</u>	<u><b>41,058</b></u>	

**Mackworth Estates Community Association**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 March 2021**

**5. Expenditure on raising funds**

**Fundraising trading expenses**

	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>	<b>Total funds 2020 £</b>
Leisure classes	-	-	1,126
Cleaning	5,295	<b>5,295</b>	4,059
Light, heat and water	14,371	<b>14,371</b>	5,982
Insurance	1,767	<b>1,767</b>	1,127
Telephone	2,510	<b>2,510</b>	1,048
Repairs and renewals	9,351	<b>9,351</b>	7,220
Postage and stationary	383	<b>383</b>	1,384
Other costs	724	<b>724</b>	1,333
IT costs	626	<b>626</b>	1,796
Shop purchases	-	-	1,323
Accountancy fees	1,315	<b>1,315</b>	1,000
Loan interest	208	<b>208</b>	187
Wages and salaries	20,614	<b>20,614</b>	17,135
Depreciation	6,412	<b>6,412</b>	-
	<b>63,576</b>	<b>63,576</b>	<b>44,720</b>
<b>Total 2020</b>	<b>44,720</b>	<b>44,720</b>	

**Mackworth Estates Community Association**  
(A company limited by guarantee)

**Notes to the financial statements**  
**For the year ended 31 March 2021**

**6. Analysis of expenditure on charitable activities**

**Summary by fund type**

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Depreciation	-	-	193
<b>Total 2020</b>	<b>193</b>	<b>193</b>	

**7. Independent examiner's remuneration**

	2021 £	2020 £
Fees payable to the Charity's independent examiner	2,000	2,000

**8. Staff costs**

	2021 £	2020 £
Wages and salaries	20,614	17,135

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

	2021 No.	2020 No.
Average employees	3	3

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

The total amount of employee benefits received by key management personnel for their services was £20,614 (2020 - £17,136).

**9. Trustees' remuneration and expenses**

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 March 2021, no Trustee expenses have been incurred (2020 - £NIL).

**Mackworth Estates Community Association**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 March 2021**

**10. Tangible fixed assets**

	Plant and machinery £	Computer equipment £	Total £
<b>Cost</b>			
At 1 April 2020	6,050	-	6,050
Additions	23,010	1,370	24,380
At 31 March 2021	29,060	1,370	30,430
<b>Depreciation</b>			
At 1 April 2020	5,212	-	5,212
Charge for the year	5,960	452	6,412
At 31 March 2021	11,172	452	11,624
<b>Net book value</b>			
At 31 March 2021	17,888	918	18,806
At 31 March 2020	838	-	838

**11. Creditors: Amounts falling due within one year**

	2021 £	2020 £
Bank loans	-	1,309
Other taxation and social security	124	124
Other creditors	-	569
Accruals and deferred income	2,000	1,000
	2,124	3,002

**Mackworth Estates Community Association**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 March 2021**

**12. Statement of funds**

**Statement of funds - current year**

	Balance at 1 April 2020 £	Income £	Expenditure £	Balance at 31 March 2021 £
<b>Unrestricted funds</b>				
General funds	2,732	92,706	(63,576)	31,862

**Statement of funds - prior year**

	Balance at 1 April 2019 £	Income £	Expenditure £	Balance at 31 March 2020 £
<b>Unrestricted funds</b>				
General funds	6,587	41,058	(44,913)	2,732

**13. Members' liability**

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before he/she ceases to be a member.

**14. Related party transactions**

There were no related party transactions during the year (2020 - £Nil).