

**Donemana Cultural Association Limited
(Company limited by guarantee)**

Trustees' report and financial statements

for the year ended 31 July 2017

Company registration number: NI069847

Northern Ireland Charity number: NIC103583

THURSDAY



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**McFarland Arnold & Co
Chartered Accountants**

Donemana Cultural Association Limited
(Company limited by guarantee)

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for the year ended 31 July 2017

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Donemana Cultural Association Limited
(Company limited by guarantee)

Legal and administrative information
for the year ended 31 July 2017

Legal status

The company is a private limited company, limited by guarantee, which was incorporated on 3 July 2008 under the Companies (Northern Ireland) Order 1986 under Registration Number NI069847. It is also recognised as a charity by the HM Revenue & Customs under Reference Number XT21191. The company is a registered charity with the Charity Commission for Northern Ireland since 3 November 2015 under registration number NIC103583.

Trustees

Mr Albert Allen
Mrs Sandra Allen
Mr Thomas Allen
Mr William Anderson
Mr Allan Bresland
Mr Keith Buchanan
Mr Colin Campbell
Mr Ken Colhoun
Mr Alastair McMichael
Mr Ian McMichael
Mr Ernest Robinson
Mrs Kathleen Rodgers
Mr Mervyn Rodgers
Mrs Daisy Watt
Mr Lennie Watt

Secretary

Mr Colin Campbell

Company number

NI069847

Registered office

77 Dunnyboe Road
Donemana
Strabane
Co Tyrone
BT82 0RB

Accountants

McFarland Arnold & Co
8 Main Street
Newtownstewart
Omagh
Co Tyrone
BT78 4AA

Business address

77 Dunnyboe Road
Donemana
Strabane
Co Tyrone
BT82 0RB

Bankers

First Trust Bank
71 Main Street
Strabane
Co Tyrone
BT82 8AU

Donemana Cultural Association Limited
(Company limited by guarantee)

Trustees' report
for the year ended 31 July 2017

The Trustees present their report and the financial statements for the year ended 31 July 2017.

Directors

Officers of the company, known as directors for the purpose of company law and trustees for the purpose of charity law, who served during the year and up to the date of this report are set out on page 1 of the financial statements.

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

Charitable objects

The principle activity of the charitable company is to provide a community facility in the village of Donemana, accessible to all local groups. In doing so they aim to achieve greater cross community contact, improve community relations and a greater understanding and tolerance of the cultural history of the area of Donemana.

Donemana Cultural Association Limited is a registered charity with the Charity Commission for Northern Ireland since 3 November 2015, under registration number NIC103583.

Organisational structure

The day to day management of the charitable company is carried out by the Chairman and Treasurer, supported and overseen by the other trustees.

Review of activities and achievements

The Statement of Financial Activities on page 5 of the financial statements sets out the results for the year. The purpose of the funds are outlined in the notes to the financial statements.

The charitable company is currently developing a local history museum and aims to market this once it becomes fully operational. It continues to attract interest from the local community and are currently working on a number of projects to enhance the building for community use.

Reserves

The Statement of Financial Activities on page 5 of the financial statements sets out the results for the year. The purpose of the funds are outlined in the notes to the financial statements.

Statement of trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law and charity law requires the Trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including 'Accounting and Reporting by Charities: Statement of Recommended Practice' (FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'). 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 the surplus or deficit of the company for that year. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed subject to any departures disclosed and explained in the financial statements; and

Donemana Cultural Association Limited
(Company limited by guarantee)

Trustees' report
for the year ended 31 July 2017

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees have overall responsibility for ensuring that the charity has appropriate system of controls, financial and otherwise. They are also responsible for keeping proper accounting records which 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.

Accountants

The trustees recommend that McFarland Arnold & Co remain in office until further notice.

Special provisions relating to small companies

This report has been prepared in accordance with Statement of Recommended Practice: Accounting and Reporting by Charities (FRS 102) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities.

This report was approved by the trustees on 24 APRIL 2018 and signed on its behalf by

Signature: Keith Buchanan

Name (in block capitals): KEITH BUCHANAN
Trustee

Donemana Cultural Association Limited
(Company limited by guarantee)

Accountants' report on the unaudited financial statements to the trustees of
Donemana Cultural Association Limited for the year ended 31 July 2017

In order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of Donemana Cultural Association Limited for the year ended 31 July 2017 as set out on pages 5 to 12, which comprise the statement of financial activities, the balance sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's board of trustees, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's board of trustees that we have done so, and state those matters that we have agreed to state to them in this report and for no other person. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's board of directors, as a body, for our work or for this report.

Respective responsibilities of the trustees and accountants

As described in the statement of trustees' responsibilities the company's trustees (who also act as directors for the charitable activities of Donemana Cultural Association Limited) are responsible for ensuring that the company maintains proper books of account and for preparing financial statements which give a true and fair view and have been properly prepared in accordance with the Companies Act 2006. You are responsible for deciding, on an annual basis, whether the company is entitled to avail of the exemption from statutory audit in accordance with Section 477 of the Companies Act 2006.

It is our responsibility to compile the financial statements of Donemana Cultural Association Limited from the accounting records, information and explanations supplied to us by the company.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Scope of work

We have compiled the financial statements in accordance with the ICAI Miscellaneous Technical Statement "Chartered Accountants Reports on the Compilation of Financial Statements of Incorporated Entities" - M41 - from the accounting records, information and explanations supplied to us by the company.

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



Chartered Accountants

Dated: 24 April 2018

McFarland Arnold & Co
Chartered Accountants
8 Main Street
Newtownstewart
Co Tyrone

Donemana Cultural Association Limited
(A company limited by guarantee)

Statement of financial activities (incorporating the income and expenditure account)
for the year ended 31 July 2017

	Notes	Unrestricted funds £	Restricted funds £	2017 Total £	2016 Total £
Incoming resources					
Incoming resources from generating funds:					
Grants	4	-	4,500	4,500	27,460
Other incoming resources	5	460	-	460	243
Total incoming resources		<u>460</u>	<u>4,500</u>	<u>4,960</u>	<u>27,703</u>
Resources expended					
Accountancy fees		480	-	480	420
Hall repairs & maintenance		-	-	-	14,858
First World War Centenary project costs		751	-	751	8,451
Equipment costs		2,025	-	2,025	1,323
Bank charges		28	-	28	35
Sundry expenses		13	-	13	23
Depreciation & impairment		37	8,840	8,877	8,987
Total resources expended		<u>3,334</u>	<u>8,840</u>	<u>12,174</u>	<u>34,097</u>
Net incoming/(outgoing) resources before transfers		(2,874)	(4,340)	(7,214)	(6,394)
Transfers between funds		<u>1,500</u>	<u>(1,500)</u>	<u>-</u>	<u>-</u>
Net movement in funds/Net income/(expenditure) for the year		(1,374)	(5,840)	(7,214)	(6,394)
Total funds brought forward		<u>200</u>	<u>152,450</u>	<u>152,650</u>	<u>159,044</u>
Total funds carried forward		<u>(1,174)</u>	<u>146,610</u>	<u>145,436</u>	<u>152,650</u>

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

Donemana Cultural Association Limited
(Company limited by guarantee)

Balance sheet
as at 31 July 2017

	Notes	2017 £	2016 £
Fixed assets			
Tangible assets	9	140,903	149,779
Current assets			
Cash at bank and in hand		5,013	3,591
		<u>5,013</u>	<u>3,591</u>
Creditors: amounts falling due within one year	10	<u>(480)</u>	<u>(720)</u>
Net current assets		4,533	2,871
Net assets		<u>145,436</u>	<u>152,650</u>
Funds	11		
Restricted income funds	12	146,610	152,450
Unrestricted income funds	13	<u>(1,174)</u>	<u>200</u>
		<u>145,436</u>	<u>152,650</u>

The company is registered as a private limited company in Northern Ireland under Registration Number NI069847.

The trustees' statements required by Section 475 (2) and (3) are shown on the following page which forms part of this Balance Sheet.

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

Donemana Cultural Association Limited
(Company limited by guarantee)

Balance sheet (continued)

Trustees' statements required by Section 475 (2) and (3)
for the year ended 31 July 2017

In approving these financial statements as trustees of the charitable company we hereby confirm:

(a) that for the year stated above the charitable company was entitled to the exemption conferred by Section 477 of the Companies Act 2006

(b) that no notice has been deposited at the registered office of the charitable company pursuant to Section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31 July 2017 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the charitable company keeps accounting records which comply with Section 386 of the Companies Act 2006, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of the financial year and of its surplus or deficit for the year then ended in accordance with the requirements of Section 393 of the Companies Act 2006 and which otherwise comply with the provisions of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements are prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland') and in accordance with the special provisions of Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

The financial statements were approved by the Board on **24 APRIL 2018** and signed on its behalf by

Signature: Keith Buchanan

Signature: Allan Bresland

Name (in block capitals): KEITH BUCHANAN
Trustee

Name (in block capitals): ALLAN BRESLAND
Trustee

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

Donemana Cultural Association Limited
(Company limited by guarantee)

Notes to the financial statements
for the year ended 31 July 2017

1. General information

The company is a private limited company, limited by guarantee, which was incorporated on 3 July 2008 under the Companies (Northern Ireland) Order 1986 and the Companies Act 2006, under Registration Number NI069847. It is also recognised as a charity by the HM Revenue & Customs under Reference Number XT21191. The company is a registered charity with the Charity Commission for Northern Ireland since 3 November 2015 under registration number NIC103583. The address of the registered office is 77 Dunnyboe Road, Donemana, Strabane, Co Tyrone, BT82 0RB

2. Statement of compliance

These financial statements have been prepared in compliance with Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland') and in accordance with the Companies Act 2006.

Transition to FRS 102

These are the first financial statements prepared under Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102). The Charitable Company transitioned from previous UK GAAP to FRS 102 as at 1 August 2015. Information on the impact of first-time adoption of FRS 102 is given in Note 19.

3. Accounting policies

3.1. Basis of preparation

The financial statements are prepared under the historical cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland')

The charity has taken advantage of the exemption in FRS 102 Section 1A from the requirement to produce a cashflow statement because it is a small charity.

The presentation currency of these financial statements is sterling.

Donemana Cultural Association Limited
(Company limited by guarantee)

Notes to the financial statements
for the year ended 31 July 2017

3.2. Incoming resources

Income from donations and grants, including capital grants, is included in incoming resources when these are receivable, except as follows:

- When donors specify that donations and grants given to the charity must be used in future accounting periods, the income is deferred until those periods.
- When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred and not included in incoming resources until the pre-conditions for use have been met.

When donors specify that donations and grants, including capital grants, are for a particular restricted purposes, which do not amount to pre-conditions regarding entitlement, this income is included in incoming resources of restricted funds when receivable.

The value of services provided by volunteers has not been included.

Other income is recognised in the year in which receivable.

3.3. Interest receivable

Interest is included on a receivables basis by the charity.

3.4. Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes VAT which the company is ineligible to recover, 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.

3.5. Tangible fixed assets and depreciation

Tangible fixed assets costing more than £500 are capitalised and included at their purchase costs, together with any incidental expenses of acquisition.

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over the life of the lease
Fixtures, fittings and equipment	-	20 % reducing balance

No depreciation is charged until the assets are brought into use by the company.

The carrying values of tangible fixed assets are reviewed annually for impairment if events or changes in circumstances indicate the carrying value may not be recoverable.

Donemana Cultural Association Limited
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Notes to the financial statements
for the year ended 31 July 2017

3.6. Fund accounting

Unrestricted funds relate to general 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.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

3.7. Taxation

The company is registered as a charity for tax purposes under reference XT21191.

As a charity, Donemana Cultural Association Limited is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have therefore arisen for the company for the year ended 31 July 2017.

3.8 Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

3.9 Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Donemana Cultural Association Limited
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Notes to the financial statements
for the year ended 31 July 2017

4. Grant income	Restricted funds	2017	2016
	£	£	£
The Coimunn Foundation for Northern Ireland	-	-	5,000
Airtricity Community Fund	3,000	3,000	3,000
The Big Lottery Fund	-	-	9,988
Heritage Lottery Fund	-	-	8,500
Department of Agriculture and Rural Development	1,500	1,500	972
	<u>4,500</u>	<u>4,500</u>	<u>27,460</u>
5. Other incoming resources	Unrestricted funds	2017	2016
	£	£	£
Rent of hall	160	160	243
Donations	300	300	-
	<u>460</u>	<u>460</u>	<u>243</u>
6. Net movement in funds		2017	2016
		£	£
Net movement in funds is stated after charging:			
Depreciation and other amounts written off tangible fixed assets		<u>8,877</u>	<u>8,988</u>
and after crediting:			
Transfer between funds:			
Release of revenue grants		<u>1,500</u>	<u>24,460</u>
7. Employees			
Number of employees			
The average monthly numbers of employees (including the trustees) during the year were:		2017	2016
		Number	Number
Trustees		<u>15</u>	<u>15</u>
8. Trustees' emoluments			

The trustees neither received nor waived any emoluments during the year.

Donemana Cultural Association Limited
(Company limited by guarantee)

Notes to the financial statements
for the year ended 31 July 2017

9. Tangible fixed assets		Property	Fixtures, fittings and equipment	Total
		£	£	£
Cost				
At 1 August 2016				
At 31 July 2017		210,812	11,979	222,791
Depreciation				
At 1 August 2016		63,254	9,758	73,012
Charge for the year		8,432	444	8,876
At 31 July 2017		71,686	10,202	81,888
Net book values				
At 31 July 2017		139,126	1,777	140,903
At 31 July 2016		147,558	2,221	149,779

10. Creditors: amounts falling due within one year	2017	2016
	£	£
Accruals and deferred income	480	720

11. Analysis of net assets between funds	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fund balances at 31 July 2017 as represented by:			
Tangible fixed assets	293	140,610	140,903
Current assets	(987)	6,000	5,013
Current liabilities	(480)	-	(480)
	(1,174)	146,610	145,436

Donemana Cultural Association Limited
(Company limited by guarantee)

Notes to the financial statements
for the year ended 31 July 2017

12. Unrestricted funds	1 August 2016	Incoming	Outgoing	Transfers	31 July 2017
	£	£	£	£	£
General fund	200	460	(3,334)	1,500	(1,174)
	<u>200</u>	<u>460</u>	<u>(3,334)</u>	<u>1,500</u>	<u>(1,174)</u>

Purposes of unrestricted funds

General funds are 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.

13. Restricted funds	1 August 2016	Incoming	Transfers	31 July 2017
	£	£	£	£
Property	147,375	-	(8,425)	138,950
Fixtures, fittings and equipment	2,075	-	(415)	1,660
Airtricity Community Fund - Energy efficient programme	3,000	3,000	-	6,000
	<u>152,450</u>	<u>3,000</u>	<u>(8,840)</u>	<u>146,610</u>

Purposes of restricted funds

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds is charged against the specific fund. The aim and use of each restricted fund is set out in the note above.

Restricted funds relate to the costs of property and equipment for Donemana Cultural Association Limited, together with specific projects as noted above. Grants received during the year are outlined in note 4 of the financial statements.

14. Capital commitments	2017	2016
	£	£
Details of capital commitments at the accounting date are as follows:		
Contracted for but not provided in the financial statements	<u>6,000</u>	<u>3,000</u>
Grants received in respect of the above future expenditure:-		
Airtricity Community Fund (Note 13)	<u>6,000</u>	<u>3,000</u>

15. Transactions with trustees

The trustees attend meetings and carry out the business of the company on a voluntary basis.

Donemana Cultural Association Limited
(Company limited by guarantee)

Notes to the financial statements
for the year ended 31 July 2017

16. Company limited by guarantee

Donemana Cultural Association Limited is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

17. Charity Commission for Northern Ireland

Donemana Cultural Association Limited is a registered charity with the Charity Commission for Northern Ireland since 3 November 2015, under registration number NIC103583.

18. Going concern

In common with all community group's in Northern Ireland, the company continues to experience difficulty in securing long term funding.

The Trustees are continuing to work on a number of projects to enhance the building for community use to generate more income, together with taking steps to minimise overheads, therefore consider that the company can continue to meet its objectives for the incoming year and that it is appropriate for the financial statements to be prepared on the going concern basis.

19. Transition to FRS 102

These are the first financial statements that comply with Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'). The charitable company transitioned to FRS 102 on 1 August 2015. In the transition to FRS 102 from old UK GAAP, the charitable company has made no measurement or recognition adjustments.