

REGISTERED COMPANY NUMBER: NI610269 (Northern Ireland)
REGISTERED CHARITY NUMBER: 101626

FERMANAGH COMMUNITY TRANSPORT
REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020



CavanaghKelly
Chartered Accountants and Statutory Auditors
36-38 Northland Row
Dungannon
Co. Tyrone
BT71 6AP

FERMANAGH COMMUNITY TRANSPORT

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FERMANAGH COMMUNITY TRANSPORT

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2020

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2020. The trustees have adopted the provisions of 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

Objectives and aims

The principle objectives are to reduce social exclusion by providing an affordable, accessible & reliable transport service in rural areas of Fermanagh.

Activities and achievements

Fermanagh Community Transport has continued over the 2019 to 2020 period to improve and build on the work achieved in 2018/ 2019. At the heart of the organisation remains an absolute commitment to the provision of an affordable, accessible, professional and caring rural community transport service that meets the needs of those who are most vulnerable and removed in terms of being able to access every day services and activities which many people and communities take for granted. Our individual members quite often face many and combined socio-economic and well-being challenges, compounded by high levels of isolation, loneliness, and vulnerability. FCT's Dial a Lift Door to Door Service is a 'live-line' service for many of our members who simply have no access to a private car or public bus service. Therefore, travelling into the primary settlement of Enniskillen from Belleek, Roslea, Kesh or Garrison would be impossible for many. Not only does our service facilitate the movement of our members in a safe and comfortable manner from their home to the services and activities they need, it also provides a social outlet in and off itself in terms of the social interaction, mutual support, friendship and sense of community which present on the minibuses. The minibuses in many ways be community centres on wheels, giving people the chance to connect and engage with other individuals whom they otherwise would not have the chance to meet.

From the beginning of 2019/2020 period our number of member trips were steadily increasing, and we were on target to exceed last year's member trip numbers. Suddenly, this progress was thrown on its head because of what no-one had or could have anticipated or planned for. COVID-19 emerged as a serious and dangerous threat to everyone, having swept across continents and arriving on the shores of Northern Ireland and within the boundaries of Fermanagh around the period March 2020. Almost overnight, all our membership was required to 'Shield' or 'Isolate' to remove themselves from risk and potential exposure to the virus. This speaks to the vulnerability and the often-complex physical and psychological health needs our members live with day in daily. FCT redeployed its service with real agility and professionalism, quickly deciding that if our members whom we serve cannot go to the services and supports they need, then we would bring the services to them. To this end, we worked extensively and tirelessly with a wide range of cross sectoral partners such as Fermanagh and Omagh District Council, the Western Health and Social Care Trust and the wider community and voluntary sector within and across Fermanagh.

Whilst the pandemic presented the greatest challenge any of our organisations and communities have ever faced, it demonstrated what was possible and how people, communities and organisations could quickly affect necessary and appropriate change to cope with and address the evolving circumstances. Relationships and communication focused solely on the humanitarian needs of individuals and communities was truly breath-taking.

Public benefit

The Trustees of Fermanagh Community Transport confirm that they have complied with their duty under section 4(6) of the Charities Act (Northern Ireland) 2008 to have regard to the Charity Commission for Northern Ireland's guidance on public benefit and that the public benefit requirement has informed the activities of the charitable company in the year ended 31 March 2020.

STRATEGIC REPORT

Achievement and performance

Charitable activities

The organisation has maintained its membership and its level of services to the target population throughout the year.

FERMANAGH COMMUNITY TRANSPORT

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2020

STRATEGIC REPORT

Financial review

Financial position

Sources of funding for the Charity have remained stable with the charity generating a surplus during the year of £24,441 (2019: Surplus £13,905).

The surplus created this year has been put towards the Charity's Reserves Policy of building towards the level of Reserves outlined in the Reserves Policy Note, and the trustees can confirm the target level of Reserves has been met.

Reserves policy

Fermanagh Community Transport's current policy is to trade and deliver services, employ staff, rent premises, purchase/hire/lease vehicles and equipment, purchase goods and services. The Fermanagh Community Transport Trustees must ensure that it has sufficient resources.

It is considered good practice to seek to build financial reserves which will enable the organisation to meet future commitments or unforeseen expenses without a negative impact on the ability to deliver services or develop our business in the manner planned.

By holding reserves, the organisation will be able to;

1. absorb setbacks and take advantage to change and opportunity;
2. demonstrate a plan for viability beyond the immediate future and provide reliable services over the longer term;
3. demonstrate to funders that the organisation has given consideration to long-term plans and viability.

Principal risks and uncertainties

The Trustees have conducted a review of the key risks facing the charity and have established procedures to manage those risks. Significant external risks in relation to funding have led to the development of a strategic plan which allows for the diversification of funding and activities. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and to ensure consistent quality of delivery for all operational aspects of the charity. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Organisational structure

Fermanagh Community Transport is a company limited by guarantee, not having a share capital. It is registered as a charity with the Charity Commission NI.

The charitable company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Anyone within the area of benefit who subscribes to the objects of the Company can become a member of the Company. Suitable new Trustees are recruited from among the members by the current trustees and presented to the AGM to be appointed as per the Governing Document.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

NI610269 (Northern Ireland)

Registered Charity number

101626

Registered office

42 Enniskillen Business Centre
Enniskillen
BT74 4RL

FERMANAGH COMMUNITY TRANSPORT

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2020

Trustees

Barry Boyle
Eileen Drumm (appointed 26/6/19)
Allison Forbes
Catherine Magowan
Pauline Mcmanus (appointed 26/6/19)
David Monaghan

Company Secretary

David Monaghan

Auditors

CavanaghKelly
Chartered Accountants and Statutory Auditors
36-38 Northland Row
Dungannon
Co. Tyrone
BT71 6AP

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Fermanagh Community Transport for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

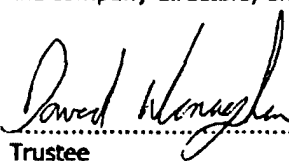
In so far as the trustees are aware:

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


AUDITORS

The auditors, CavanaghKelly, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on and signed on the board's behalf by:

 29-6-2020
Trustee

DAVID MONAGHAN

 29/06/20
ALLISON FORBES

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF FERMANAGH COMMUNITY TRANSPORT

Opinion

We have audited the financial statements of Fermanagh Community Transport (the 'charitable company') for the year ended 31 March 2020 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF FERMANAGH COMMUNITY TRANSPORT

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

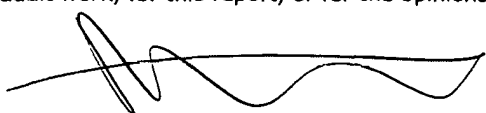
Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Ryan Falls (Senior Statutory Auditor)
for and on behalf of CavanaghKelly
Chartered Accountants and Statutory Auditors
36-38 Northland Row
Dungannon
Co. Tyrone
BT71 6AP

29/06/20
Date:

FERMANAGH COMMUNITY TRANSPORT

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2020

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	16,487	422,372	438,859	450,967
Charitable activities	5				
Restricted Charitable activities		-	35,548	35,548	33,749
Unrestricted Charitable activities		85,072	-	85,072	102,083
Other trading activities	4	686	-	686	1,251
Other income		15,294	-	15,294	3,824
Total		<u>117,539</u>	<u>457,920</u>	<u>575,459</u>	<u>591,874</u>
EXPENDITURE ON					
Charitable activities	6				
Restricted Charitable activities		-	496,289	496,289	551,295
Unrestricted Charitable activities		54,729	-	54,729	26,674
Total		<u>54,729</u>	<u>496,289</u>	<u>551,018</u>	<u>577,969</u>
NET INCOME/(EXPENDITURE)		<u>62,810</u>	<u>(38,369)</u>	<u>24,441</u>	<u>13,905</u>
Transfers between funds	16	<u>(38,369)</u>	<u>38,369</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>24,441</u>	<u>-</u>	<u>24,441</u>	<u>13,905</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		537,354	-	537,354	523,449
TOTAL FUNDS CARRIED FORWARD		<u>561,795</u>	<u>-</u>	<u>561,795</u>	<u>537,354</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The above Statement of Financial Activities includes all information as required to be disclosed by the Companies Act 2006.

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

The notes on pages 9 to 16 form an integral part of these financial statements.

The notes form part of these financial statements

FERMANAGH COMMUNITY TRANSPORT

**STATEMENT OF FINANCIAL POSITION
31 MARCH 2020**

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	12	83,695	-	83,695	78,142
CURRENT ASSETS					
Debtors: amounts falling due within one year	13	84,912	-	84,912	75,852
Cash at bank		424,696	-	424,696	453,062
		<u>509,608</u>	<u>-</u>	<u>509,608</u>	<u>528,914</u>
CREDITORS					
Amounts falling due within one year	14	(31,508)	-	(31,508)	(53,215)
NET CURRENT ASSETS		<u>478,100</u>	<u>-</u>	<u>478,100</u>	<u>475,699</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		561,795	-	561,795	553,841
ACCRUALS AND DEFERRED INCOME	15	-	-	-	(16,487)
NET ASSETS		<u>561,795</u>	<u>-</u>	<u>561,795</u>	<u>537,354</u>
FUNDS	16				
Unrestricted funds				561,795	537,354
TOTAL FUNDS				<u>561,795</u>	<u>537,354</u>

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

David Monaghan 29-6-2020
Trustee

DAVID MONAGHAN

Allison Forbes 29/06/20

ALLISON FORBES

FERMANAGH COMMUNITY TRANSPORT**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2020**

	Notes	2020 £	2019 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(7,559)</u>	<u>55,087</u>
Net cash (used in)/provided by operating activities		<u>(7,559)</u>	<u>55,087</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(38,115)</u>	<u>(15,635)</u>
Sale of tangible fixed assets		<u>17,308</u>	<u>3,824</u>
Net cash used in investing activities		<u>(20,807)</u>	<u>(11,811)</u>
Change in cash and cash equivalents in the reporting period		<u>(28,366)</u>	<u>43,276</u>
Cash and cash equivalents at the beginning of the reporting period		<u>453,062</u>	<u>409,786</u>
Cash and cash equivalents at the end of the reporting period		<u><u>424,696</u></u>	<u><u>453,062</u></u>

The notes form part of these financial statements

FERMANAGH COMMUNITY TRANSPORT

NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2020

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net income for the reporting period (as per the Statement of Financial Activities)	24,441	13,905
Adjustments for:		
Depreciation charges	30,548	29,175
Profit on disposal of fixed assets	(15,294)	(3,824)
(Increase)/decrease in debtors	(9,060)	7,574
(Decrease)/increase in creditors	(38,194)	8,257
Net cash (used in)/provided by operations	<u>(7,559)</u>	<u>55,087</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/19 £	Cash flow £	At 31/3/20 £
Net cash			
Cash at bank	453,062	(28,366)	424,696
	<u>453,062</u>	<u>(28,366)</u>	<u>424,696</u>
Total	<u>453,062</u>	<u>(28,366)</u>	<u>424,696</u>

The notes form part of these financial statements

FERMANAGH COMMUNITY TRANSPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

1. GENERAL INFORMATION

The charity is a public benefit entity and a private company limited by guarantee, registered in Northern Ireland and a registered charity in Northern Ireland. The address of the registered office is 42 Enniskillen Business Centre, Lackaghboy Industrial Estate, Enniskillen, Co Fermanagh, BT74 4RL.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The accounts are prepared under the historical cost convention modified when necessary to include the revaluation of certain fixed assets.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably. The following specific policies are applied to particular categories of income:

- Income from donations and grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- Income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- Income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates;

- Expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.

- Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

FERMANAGH COMMUNITY TRANSPORT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES - continued

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Tangible fixed assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gain and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant & Machinery	-	25% reducing balance
Fixtures & Fittings	-	40% reducing balance

Impairment of fixed assets

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.

For the purposes of impairment testing, 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 largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

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

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

FERMANAGH COMMUNITY TRANSPORT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES - continued

Fund accounting

Designated Fund

The Trustees have concluded that there is a requirement for three Designated Reserves as per previous years. A Reserve for capital purchasing of buses, a Reserve for calculated closing down costs in the event of a winding up of the organisation and a Reserve to cover 4 months running costs to enable smooth running in the event of a major funding shortfall. The amounts deemed necessary are outlined in the table below.

		Balance 2020
	£	£
Total unrestricted reserves		561,795
Less designated for vehicle replacement fund	(120,000)	
Less for designated for potential redundancies & pay in lieu of notice	(167,307)	
Less designated for providing 4 months emergency running costs	(245,000)	
Less other closure costs	(5,000)	
Total unrestricted reserves required to cover designated reserves		(537,307)
Total surplus/(shortfall) in undesignated General Reserves		24,488

The Table shows a surplus in General Reserves of £24,488 when Reserves are allocated to Designated Funds. It should also be noted that a further £83,695 of Unrestricted Reserves is represented by Tangible Fixed Assets (mainly buses). This portion of the Unrestricted Reserves could only be accessed by selling the buses, which would cause the organisation to cease serving its purpose and therefore require it to close in all probability.

Included within the designated reserve is an amount held for emergency running costs. The impact of Covid-19 on the organisation and its activities will likely have a significant impact on the organisation and as such the charity may need to draw on these reserves in the next financial year.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

3. DONATIONS AND LEGACIES

	2020	2019
	£	£
Disability Action Transport Scheme	19,661	18,428
Assisted Rural Transport Scheme	80,731	77,127
Rural Transport Fund Scheme	321,980	338,926
Amortisation of deferred capital grant for buses	16,487	16,486
	<u>438,859</u>	<u>450,967</u>

FERMANAGH COMMUNITY TRANSPORT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2020

4. OTHER TRADING ACTIVITIES

	2020	2019
	£	£
Membership	686	1,251

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2020	2019
		£	£
Passenger one to one	Restricted Charitable activities	35,548	33,749
MIDAS training fee	Unrestricted Charitable activities	769	1,140
Group booking	Unrestricted Charitable activities	84,303	100,943
		<u>120,620</u>	<u>135,832</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 7)	Totals
	£	£	£
Restricted Charitable activities	496,289	-	496,289
Unrestricted Charitable activities	4,545	50,184	54,729
	<u>500,834</u>	<u>50,184</u>	<u>551,018</u>

7. SUPPORT COSTS

	Management	Finance	Information technology	Totals
	£	£	£	£
Unrestricted Charitable activities	<u>43,536</u>	<u>751</u>	<u>5,897</u>	<u>50,184</u>

Support costs, included in the above, are as follows:

	2020	2019
	Unrestricted Charitable activities	Total activities
	£	£
Rent	10,669	10,619
Insurance	1,650	3,170
Light and heat	3,230	3,081
Telephone	4,296	2,206
Postage and stationery	3,178	7,621
Advertising	1,551	-
Sundries	5,646	2,841
Repairs	7,167	1,757
Accountancy & legal fees	5,584	31,331
Bad debts	565	1,162
Bank charges	751	1,183
Software expense	5,897	5,700
	<u>50,184</u>	<u>70,671</u>

FERMANAGH COMMUNITY TRANSPORT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2020

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2020 £	2019 £
Depreciation - owned assets	30,548	29,175
Surplus on disposal of fixed assets	(15,294)	(3,824)

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2020 nor for the year ended 31 March 2019.

Trustees' expenses

Trustees expenses of £60.98 were paid for the year ended 31 March 2020, (2019 - £953.39).

10. STAFF COSTS

	2020 £	2019 £
Wages and salaries	260,884	269,760
Social security costs	18,342	19,340
Other pension costs	12,489	11,726
	<u>291,715</u>	<u>300,826</u>

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

	2020	2019
Employees	<u>16</u>	<u>18</u>

No employees received emoluments in excess of £60,000.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	16,486	434,481	450,967
Charitable activities			
Restricted Charitable activities	-	33,749	33,749
Unrestricted Charitable activities	102,083	-	102,083
Other trading activities	1,251	-	1,251
Other income	3,824	-	3,824
Total	<u>123,644</u>	<u>468,230</u>	<u>591,874</u>
EXPENDITURE ON			
Charitable activities			
Restricted Charitable activities	-	551,295	551,295
Unrestricted Charitable activities	26,674	-	26,674
Total	<u>26,674</u>	<u>551,295</u>	<u>577,969</u>

FERMANAGH COMMUNITY TRANSPORT

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020**

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
NET INCOME/(EXPENDITURE)	96,970	(83,065)	13,905
Transfers between funds	(83,065)	83,065	-
Net movement in funds	13,905	-	13,905
RECONCILIATION OF FUNDS			
Total funds brought forward	523,449	-	523,449
TOTAL FUNDS CARRIED FORWARD	<u>537,354</u>	<u>-</u>	<u>537,354</u>

12. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Totals £
COST			
At 1 April 2019	276,262	15,635	291,897
Additions	34,245	3,870	38,115
Disposals	(9,014)	-	(9,014)
At 31 March 2020	<u>301,493</u>	<u>19,505</u>	<u>320,998</u>
DEPRECIATION			
At 1 April 2019	207,501	6,254	213,755
Charge for year	25,248	5,300	30,548
Eliminated on disposal	(7,000)	-	(7,000)
At 31 March 2020	<u>225,749</u>	<u>11,554</u>	<u>237,303</u>
NET BOOK VALUE			
At 31 March 2020	<u>75,744</u>	<u>7,951</u>	<u>83,695</u>
At 31 March 2019	<u>68,761</u>	<u>9,381</u>	<u>78,142</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	64,655	52,225
VAT	6,975	10,251
Prepayments and accrued income	13,282	13,376
	<u>84,912</u>	<u>75,852</u>

FERMANAGH COMMUNITY TRANSPORT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2020

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade creditors	18,669	39,054
Social security and other taxes	4,835	5,041
Other creditors	2,219	4,189
Accruals and deferred income	5,785	4,931
	<u>31,508</u>	<u>53,215</u>

15. ACCRUALS AND DEFERRED INCOME

	2020	2019
	£	£
Deferred government grants	-	16,487
	<u>-</u>	<u>16,487</u>

16. MOVEMENT IN FUNDS

	At 1/4/19	Net movement	Transfers	At
	£	in funds	between	31/3/20
		£	funds	£
Unrestricted funds				
General fund	537,354	62,810	(38,369)	561,795
Restricted funds				
DFI Rural Transport Fund	-	(38,369)	38,369	-
TOTAL FUNDS	<u>537,354</u>	<u>24,441</u>	<u>-</u>	<u>561,795</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	117,539	(54,729)	62,810
Restricted funds			
DFI Rural Transport Fund	321,980	(360,349)	(38,369)
Assisted Rural Transport Scheme	80,731	(80,731)	-
Disability Action Transport Scheme	19,661	(19,661)	-
General Restricted	35,548	(35,548)	-
	<u>457,920</u>	<u>(496,289)</u>	<u>(38,369)</u>
TOTAL FUNDS	<u>575,459</u>	<u>(551,018)</u>	<u>24,441</u>

FERMANAGH COMMUNITY TRANSPORT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2020

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/18 £	Net movement in funds £	Transfers between funds £	At 31/3/19 £
Unrestricted funds				
General fund	523,449	96,970	(83,065)	537,354
Restricted funds				
DFI Rural Transport Fund	-	(83,065)	83,065	-
TOTAL FUNDS	<u>523,449</u>	<u>13,905</u>	<u>-</u>	<u>537,354</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	123,644	(26,674)	96,970
Restricted funds			
DFI Rural Transport Fund	338,926	(421,991)	(83,065)
Assisted Rural Transport Scheme	77,127	(77,127)	-
Disability Action Transport Scheme	18,428	(18,428)	-
General Restricted	33,749	(33,749)	-
	<u>468,230</u>	<u>(551,295)</u>	<u>(83,065)</u>
TOTAL FUNDS	<u>591,874</u>	<u>(577,969)</u>	<u>13,905</u>

17. EMPLOYEE BENEFIT OBLIGATIONS

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £12,489 (2019: £11,726).

FERMANAGH COMMUNITY TRANSPORT

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020**

18. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2020.

19. DFI RURAL TRANSPORT FUND GRANT

The DfI Rural Transport Fund grant has been used solely for the purposes intended and in accordance with the terms and conditions of the grant.

FERMANAGH COMMUNITY TRANSPORT

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2020

	31/3/20 £	31/3/19 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Disability Action Transport Scheme	19,661	18,428
Assisted Rural Transport Scheme	80,731	77,127
Rural Transport Fund Scheme	321,980	338,926
Amortisation of deferred capital grant for buses	16,487	16,486
	<u>438,859</u>	<u>450,967</u>
Other trading activities		
Membership	686	1,251
Charitable activities		
Passenger one to one	35,548	33,749
MIDAS training fee	769	1,140
Group booking	84,303	100,943
	<u>120,620</u>	<u>135,832</u>
Other income		
Gain on sale of tangible fixed assets	15,294	3,824
Total incoming resources	<u>575,459</u>	<u>591,874</u>
EXPENDITURE		
Charitable activities		
Wages	260,884	269,760
Social security	18,342	19,340
Pensions	12,489	11,726
Training	4,545	6,075
Motor costs - direct	174,026	171,222
Plant and machinery	25,248	22,921
Fixtures and fittings	5,300	6,254
	<u>500,834</u>	<u>507,298</u>
Support costs		
Management		
Rent	10,669	10,619
Insurance	1,650	3,170
Light and heat	3,230	3,081
Telephone	4,296	2,206
Postage and stationery	3,178	7,621
Advertising	1,551	-
Sundries	5,646	2,841
Repairs	7,167	1,757
Accountancy & Legal fees	5,584	31,331
Bad debts	565	1,162
	<u>43,536</u>	<u>63,788</u>

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FERMANAGH COMMUNITY TRANSPORT**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2020**

	31/3/20	31/3/19
	£	£
Management		
Finance		
Bank charges	751	1,183
Information technology		
Software expense	5,897	5,700
Total resources expended	551,018	577,969
Net income	<u>24,441</u>	<u>13,905</u>

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