

Cymry Llundain London Welsh



The London Welsh Centre Trust

(a Company Limited by Guarantee)

Annual Report and Consolidated Financial Statements

for the year ended 31 August 2022

Charity - Registration number	232672
Company Number	00774093

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COMPANIES HOUSE

The London Welsh Centre Trust

Company Information

For the Year Ended 31st August 2022

Directors and Trustees

The following individuals have acted as Directors and Trustees of the organisation the London Welsh Centre Trust for the purposes of charity law during the year, or have been appointed or retired since the end of the financial year :

Richard Saunders	Chair of Trustees
Hannah Roberts	Hon Treasurer
Gillian Phillips	
David Daniel	
Jacqueline Thomas	retired 12th October 2022
Tomos Davies	
Jonathan Poyner	
Peter Allen	
Richard Williams	
Paul Wright	
Susan Elan Jones	
Harriet Johnson	
Charlotte Lythgoe	appointed 3rd October 2022

Company Secretary Rhiannon Evans

Chief Executive Officer Ceri Wyn Griffith

Company Number 00774093

Charity - Registration number 232672

Registered Office

157-163 Grays Inn Road
London
WC1 X 8UE

Business Address

157-163 Grays Inn Road
London
WC1 X 8UE

Accountants

Z Group
Room 405 Highland House
165 The Broadway
Wimbledon
London
SW19 1NE

Bankers

Barclays Bank Plc
Charity Aid Foundation Bank

The London Welsh Centre Trust

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The London Welsh Centre Trust

Directors and Trustees Annual Report

For the Year Ended 31st August 2022

The Trustees are pleased to present their report together with the financial statements of the charity (the London Welsh Centre Trust) and its subsidiary (the London Welsh Centre Limited) (the Group), for the year ending 31st August 2022 which are also prepared to meet the requirements for the directors report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of association and the Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2015).

1 Objectives & Vision for the Charity

The London Welsh Centre Trust is a registered charity which operates as the London Welsh Centre (LWC).

The objects of the charity are to provide an educational and cultural centre in or near London to:

- Promote the knowledge and use of the Welsh language by educational (excluding political) means;
- Promote the knowledge and appreciation of Welsh literature, language, music, history, art, science and any other subjects of an educational or cultural nature; and
- Carry out any other purpose of an educational or cultural nature which is for the benefit of the public.

The Trust delivers its objects through providing a building for the Welsh community and the wider public in London to experience and participate in community and cultural activities with a Welsh flavour. The trading activities of the Centre are administered through its wholly owned subsidiary, The London Welsh Centre Ltd. (LWCL).

The Trustees and staff have a vision that shapes the delivery of the objects - to be a home for the Welsh community in London, to be a window to Wales for the people of London, and to be a platform in London for artists and performers from Wales. "Sharing the best of Wales in London". The LWC hosts, supports, promotes and facilitates Welsh social and cultural activities in London as well as opening up the facilities to be used by the general public in Camden and beyond.

In shaping our objectives for the year and planning our cultural programme, the Trustees have considered the Charity Commission's guidance on public benefit. The activities hosted or facilitated by the Centre have been accessible to all and have been broad-ranging in content.

2 Structure, governance and management

Governing Document

The London Welsh Centre Trust (formally the London Welsh Trust) (LWCT) was incorporated on 16th September 1963. LWCT is a company limited by guarantee registered under the Companies Acts and a charity registered with the Charity Commission. The most recent version of the Articles of Association of the LWCT were adopted by the members by a special resolution dated 11th June 2012.

LWCT is the sole trustee (appointed by the Charity Commission) of the Sir Howell Jones Williams Trust, the organisation that owns the freehold of the building known as the London Welsh Centre.

The LWCT is governed by the board of Trustees. The day to day management of the LWCT and the London Welsh Centre is delegated by the Trustees to the staff of the Centre led by the Chief Executive Officer.

The London Welsh Centre Trust wholly owns a trading subsidiary, London Welsh Centre Limited. The company is incorporated in the United Kingdom (Company number 00204686). The company operates any commercial aspects of the business carried out at the London Welsh Centre, such as bar and catering and room hire. Surplus funds from this business are passed to the charity to support the charitable objectives. A summary of the subsidiary finances is included in the notes to the accounts.

Appointment of Trustees

It is a policy of the LWCT to ensure that the Trustees appointed include mature individuals with experience in the field of Administration, Law, Finance, Marketing and Human Resources, gained by holding responsible positions outside the LWCT. Additional training and familiarisation is provided as and when needed.

Organisational Management

The board of Trustees is legally responsible for the overall management of the Group. It meets regularly, at least four times per year, receiving reports from the CEO, the Finance committee, the Premises committee and board members with particular responsibilities.

The Finance sub-committee meets regularly, to undertake reviews of the Centre's finances and financial management. They are responsible to the board of Trustees for financial matters, for co-ordination of the activities of the Group, management of staff and for any other matter delegated by the board of Trustees.

The Premises committee meets regularly to consider the condition and use of the building at 157-163 Grays Inn Road. They are responsible to the board for the state of repair of the building, as well as security, health and safety and legal and statutory requirements associated with the building.

The Chief Executive Officer (CEO) is appointed by the Trustees to manage the day to day operations of the Centre. The CEO has delegated authority, for operational matters and is responsible for the general management of the centre. The CEO has the authority to act without reference to the board of Trustees in matters of urgency relating to the Centre, but must provide full reports of actions to the board of Trustees.

The financial authorities of the CEO, Executive Officer roles and the Finance Committee are set out in the Group Financial Policies and Procedures.

None of the Trustees receives remuneration or other benefit from their work as Trustees with the Group.

3 Achievements & Performance

3.1 Achievements and Activity in the Year

Welsh Classes

These remained online at the start of the year, but as the terms progressed, some sessions returned to the centre. This helped to aid conversation skills and morale. Class sizes for the online sessions were capped lower than the in-person classes. A new online form and payment interface was implemented for the Welsh Class booking, which has improved the efficiency and accuracy of the process. The centre said thank you to one tutor who left the centre after six years of teaching and welcomed two new tutors. The one day Welsh courses also returned in May.

Resident groups

The three choirs returned to rehearse at the centre. Their flexibility in allocation of their rehearsal room, was much appreciated, helping to accommodate some exclusive room hire bookings during the pandemic recovery.

Other Welsh Language groups meeting at the centre, include Merched y Wawr, Clwb Darllen and Cylch Siarad who welcome anyone wanting to practise speaking Welsh with others in the comfort of the Centre Bar.

Events

As events restarted following the pandemic, numbers for events were limited and the Centre bar had implemented changes to the ordering and payment process at the bar to reduce risks. Initially there was still a nervousness about attending live events particularly indoors, however by the time the Six Nations were held, numbers could be increased and the bar operation restrictions had been lifted.

Dates in the traditional London Welsh calendar could once again be celebrated at the Centre, the Welsh Churches' Nine lessons and Carols, Y Fari Lwyd, Santes Dwynwen day and of course St David's Day.

The London Welsh Centre Trust

Directors and Trustees Annual Report (continued)

For the Year Ended 31st August 2022

Eleven events were held at the Centre as part of a busy Wales Week London. These included a wonderful Exhibition of Contemporary Welsh Art from 20 talented Welsh Artists. Children from the London Welsh School were also welcomed to the Exhibition and their work was exhibited alongside the professional artists. Guy Masterson performed at the Centre during Wales Week London, but also performed Under Milk Wood for Dylan Thomas Day.

Caroline James' organised her ever-popular Welsh Historical walks near St David's day, once again over subscribed.

Literary events also restarted with the centre arranging a successful launch of John Downing's book for the London Welsh Male Voice Choir.

Football played an important part of the calendar as Wales qualified for the World Cup. Safe to say, the Centre was rocking that evening. The Centre was caught up in Wrexham FC fever, as we hosted an event the evening before their big match at Wembley. We were delighted that the event and the Centre were featured on the subsequent Amazon Prime programme which followed the team

Room Hire

September & October were busy, but the winter months of November to January were quieter following potential further Covid issues. Activity then improved in the spring & summer. Flexibility from Welsh classes & resident choirs with timing and room allocation helped in the availability of facilities for hire to outside organisations. Whilst the Centre staff work hard to achieve the best income, peaks and troughs of the industries using the centre for rehearsal have affected opportunities.

Website & Magazine

A new London Welsh Centre website was launched for the start of the calendar year providing a new marketing opportunity for the Centre's activity. It will also provide a foundation for further exciting developments such as a Welsh Language version and digitally linked functionality that will help stream line processes in the centre operation and improve its efficiency.

Four editions of the London Welsh magazine were produced by volunteer contributors and editors. They do an excellent job of compiling this informative and entertaining publication.

Premises

Renovation Phase 1 snagging was completed and some further enhancements identified and implemented to improve the soundproofing. Attention then turned to Phase 2, which it was agreed should be the addition of more toilet facilities that ideally would be capable of being allocated as female or unisex depending on the occasion.

Staff and trustees have considered various locations and options with plans drawn and revised taking account of potential complexity and cost. It is hoped that funds can be made available to move this forward in the near future.

A external consultant carried out a Fire Risk Assessment (FRA) review as part of the trustee responsibilities for risk management. An initial review identified some potential weaknesses, which could be addressed. Work was carried out, e.g. to improve fire doors and the consultant invited back to review the work, with which he indicated he was more than satisfied.

The London Welsh Centre Trust

Directors and Trustees Annual Report (continued)

For the Year Ended 31st August 2022

3.2 Financial Review

Total Income for the year of £421,773 and expenditure of £421,194 gave The London Welsh Centre Group a small profit of £579 for the year ended August 2022, with £33,989 of fixed assets being capitalised.

This reflects a return to the pre covid activity for the Centre and completion of Phase 1 of the renovation work. The successful recovery of the business after such a difficult period is due to determination, flexibility and hard work, from all the centre staff, under the sound leadership of the Chief Executive Officer (CEO). The Trustees are very grateful for this commitment.

Subscriptions at £33,835 are slightly improved on 20-21 (£31,342) but have not yet reached 19-20 (£36,385).

Welsh Classes Income has increased slightly over the last few years, 19-20 (£30,669), 20-21 (£32,808) and 21-22 (£33,015). However, the net surplus is slightly reduced for 21-22 at £19,972, due to increased tutor costs. The net surplus has remained fairly consistent over the previous few years including during the pandemic lock downs, 20-21 (£22,362) and 19-20 (£20,311).

Functions net surplus of £22,730 is over twice that of 20-21 (£10,393) and in excess of the 19-20 figure (17,377).

The Functions improvement then also improved the Bar net surplus to £54,403. This was considerably better than that of 20-21 (£9,774) and almost in line with 2019-20 (£64,480).

The Room hire net surplus of £210,933 is twice that of the 20-21 (£101,798) and back in line with the 19-20 figure (£207,413). The pattern of hiring was irregular; at times lean and other times requiring exclusive use, needing flexibility from resident Choirs returning to the centre.

Staffing is a major regular cost for the Centre, £232,096. Whilst this dipped slightly in 20-21 £212,946, 21-22 is just just over £3.5K more than that of 19-20 (£228,479). Staff needed to drive the trading aspects of the Centre, which then supports the Charitable Activity of the Centre.

There was a slight increase in the total support costs of the centre £114,038 (20-21 £112,037). However, individual support costs did vary. It can be seen that some support costs were significantly higher in 21-22, e.g.: rates, utilities, depreciation, cleaning and waste. Other support costs were higher in 20-21, e.g. Repairs and maintenance and Major premises work.

The London Welsh Centre Limited (LWCL) made an operating profit in the year of £31,222. Taking into account losses in 20-21, a donation of £23,097 is made to the London Welsh Centre Trust (LWCT).

The last amount of job retention scheme funds were received for September 2022. Total almost £8,000. There were staff available problems in the 2nd quarter of the financial due to staff illness and accidents outside the centre. These were well managed by the CEO drawing on centre contacts. This subsequently facilitated the widening of the pool of temporary available staff for the future.

To provide more flexibility for events in various parts of the centre, e.g. the bar as well as various parts of the main hall, portable lightweight staging and microphones were purchased at a cost of £2,619.

Whilst most of the Phase 1 renovation had been completed in the 20-21 year, some additional expenditure was required in 21-22. Drapes were needed to provide further sound proofing between the Main Hall and the new room & studio. In all the total cost of work had depleted the designated premises fund more than hoped, leaving just £60,000 in the fund.

Around £7,500 was spend on contractor work continuing the Website redevelopment with a launch mid-year.

The London Welsh Centre Trust

Directors and Trustees Annual Report (continued)

For the Year Ended 31st August 2022

4 Future Plans

A number of options for Phase 2 of the building renovation have been discussed. The target for this phase is additional toilet facilities, but plumbing complexity, inevitable subsequent cost and uncertainty of funds has delayed the progress. The finance committee is eager to find a way forward for this work, but continue to be cautious of the economic climate. It is hoped that the improved additional facilities provided in renovation Phase 1 will increase the room hire revenue, to contribute to the required funds.

The Trustees and in particular the Finance Committee continued to monitor the centre's regulatory and financial position. The Finance committee is mindful of the impact of committing too much money to capital projects if the centre regular general finances may come under significant strain.

Further work will continue on the new website as funds and resources are available with a focus on the Welsh translation of the site and operational functionality to enhance the centre efficiency.

Having consolidated the governance policies, the Trustees intend to continue to develop the range of skills and experience at its disposal, both from Trustees themselves and from the staff. The Trustees are confident that the policies it has in place and the skills of the staff team provide a strong basis for future progress. It is hoped that the Centre's programme of cultural and community activities will continue to develop.

5 Reserves policy

The Group has combined funds of £466,654, (2021 £466,074) of which £20,064 is restricted (2021: £20,064) and £33,477 (2021 £60,258) is designated for building works. Excluding fixed assets of £182,121, this leaves £204,209 which is currently equivalent to just over 7 months' reserves. The level of reserves is reviewed annually.

The designated fund still stands at £60,258. The planned phase 2 of the building refurbishment work has not yet been costed, but is expected to require considerably more funds than remain in the designated fund. With the level of reserves around 6 months, the Trustees will consider very carefully the financial stability of the centre, before progressing with the project.

6 Public Benefit Statement

Public Benefit Requirement

The Trustees had due regard to the guidance published by the Charities Commission in compliance with its duties under section 4 of the Charities Act 2011.

This guidance sets out two key principles:

1. The organisation must have an identifiable benefit.
2. The benefit must be to the public or a section of the public.

The Trustees confirm that the LWC carries out its objectives for public benefit. The LWC continues to ensure that the Centre is fully or partially open to the public throughout the year during normal office hours.

During the year the Centre holds numerous events promoting musical, literary and artistic appreciation, including concerts, book launches, exhibition. Many of these events are free of charge and the vast majority are open to the public. The purpose of these events is the advancement of arts, culture and heritage.

The LWC from time to time holds open days or evenings at the centre, when the public are particularly encouraged to come into the centre to learn about its activities, the Welsh language and culture.

The Trustees ensure that the Centre delivers events of a Welsh cultural and educational nature. The Centre continues to offer preferential rates for hiring of its spaces to local community groups and charities to ensure that the Centre's facilities are supporting the advancement of community development.

The London Welsh Centre Trust

Directors and Trustees Annual Report (continued)

For the Year Ended 31st August 2022

7 Trustees responsibilities in relation to Financial Statements

The Trustees are responsible for preparing the Trustee's annual report and financial statements in accordance with the applicable law and United Kingdom standards (UK GAAP).

Company law and the law applicable to charities in England and Wales require charity Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the Group and of the Incoming resources and application of resources including the income and expenditure of the Group for that period. In preparing the financial statements the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 ensuring that sufficient accounting records are kept which disclose with reasonable accuracy at any time the financial position of the group and enables them to ensure that the financial statements comply with the law and requirements of the Charity Commission.

They are also responsible for safeguarding the assets of the LWC and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

8 Risk Management

The Trustees consider the maintenance of a safe environment for staff, subscribers and customers of the Centre to be their primary duty. The Trustees will continue to assess and manage any risks related to the Centre building or operations through regular risk assessments by staff, with results reported to the Trustees by the CEO.

Guidance and rules have been thoroughly researched to determine effective processes required to maintain the safety of all staff and users of the London Centre in relation to Covid-19. Risks have been evaluated, and continue to be so as different situations occur. Procedures and appropriate briefings are established for each type of event held at the Centre, ensuring all those impacted are adequately informed.

The key risk management tools used by the Trustees include:

- formal agendas and minutes for all Board of Trustee meetings;
- a report from the CEO on all risk items at each Trustees meeting;
- strategic planning, financial forecasting, budgeting and management accounting;
- financial policies and procedures reviewed annually;
- a standing finance committee of Trustees to review financial management and authorise items of expenditure;
- a standing premises committee of Trustees to review risk, H & S, capital and maintenance plans and related policies, procedures and audit cycles;
- restricted double signatory arrangements for cheque payments and dual authorisation for electronic payments;
- policies and procedures covering health and safety, safeguarding and related matters monitored and enforced by the CEO;
- financial management procedures covering such aspects as monthly reconciliation of bank accounts, petty cash and receipts relating to subscriptions, welsh classes and functions; and
- data protection procedures e.g. human resources, lettings management, subscription information.

A Risk Register has been agreed by the Trustee Board. The register documents the various risks considered by the Trustees to be facing the organisation, the potential impact of those risks and the likelihood of the issues happening. It is reviewed annually. This register has been enhanced to provide a more usable matrix, making it easier for potential risks to be highlighted.

Signed on behalf of the Trustees



Richard Saunders (Chairman)

Dated: 23.05.23

The London Welsh Centre Trust

Independent Examiners's Report to the Trustees of the London Welsh Centre Trust

I report on the accounts of the charity for the year ended 31 August 2022 which comprise the statement of financial activities, the balance sheet and related notes 1 to 17

Respective responsibilities of trustees and examiner

The Charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention

Basis of Independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- 1 which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Acthave not been met; or
- 2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Zahid Hussein
For and on behalf of Z Group
Chartered Accountants
Room 405 Highland House
165 The Broadway, Wimbledon
London SW19 1NE

Dated: 26 May 2023

The London Welsh Centre Trust

Consolidated Statement of Financial Activities (including consolidated income and expenditure account)

for year ending 31 August 2022

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Income:					
Incoming resources from donations and legacies	2	49,435	-	49,435	98,185
Income from charitable activities	3	64,162	-	64,162	53,520
Investment income		262	-	262	21
Income from trading activities	4	307,913	-	307,913	176,790
Total income		421,772	-	421,772	328,516
Expenditure:					
Cost of trading activities	5	251,395		251,395	209,602
Cost of raising funds	6	31,919		31,919	26,707
Cost of Charitable activities	7	125,651		125,651	114,031
Governance Costs	8	12,229		12,229	12,335
Total expenditure		421,194	-	421,194	362,674
Net income/(expenditure)		578	-	578	(34,157)
Reconciliation of Funds					
Total funds brought forward		446,009	20,064	466,074	500,231
Total funds carried forward		446,587	20,064	466,652	466,074

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derived from continuing activities.

The London Welsh Centre Trust
Consolidated Balance Sheet
as at 31 August 2022

	Notes	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Fixed assets					
Tangible assets	10	182,122	179,833	170,929	167,594
		182,122	179,833	170,929	167,594
Current assets					
Stock		8,052	4,494	1,036	603
Debtors	11	80,518	50,309	86,082	23,294
Cash at bank and in hand	12	348,844	326,084	192,065	299,136
Total current assets		437,414	380,887	279,183	323,033
Liabilities					
Creditors: falling due within one year	13	150,757	92,320	36,389	46,064
Net current assets		286,657	288,567	242,794	276,969
Provision for liabilities		2,127	2,325	-	-
Total assets less current liabilities		466,652	466,074	413,723	444,563
Funds	14				
Unrestricted income funds		446,588	446,009	393,658	424,498
Restricted income funds		20,064	20,064	20,064	20,064
Total funds		466,652	466,074	413,723	444,563

For the financial year ended 31 August 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

Directors' responsibilities

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.


The accounts have been prepared under the Charities Act 2011 and in accordance with the 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 January 2015) - Charities SORP (FRS 102)).

Approved by the Trustees on

~~23/05/2022~~ 23.05.23



Richard Saunders, Chairman



Hannah Roberts, Treasurer

Company registration number 00774093

The attached notes form part of these accounts

The London Welsh Centre Trust
Notes on the accounts
for the year ended 31 August 2022

1 Accounting Policies

Accounting Convention

The financial statements are prepared under the historical cost convention and include the results of the charities operations which are described in the Trustees Report and all of which are continuing.

The accounts have been prepared under the Charities Act 2011 and in accordance with the 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 January 2015) - Charities SORP (FRS 102)).

Income

Incoming resources from donations and legacies are accounted for on a receipts basis.

Income from hall and room hire is recognised when the letting occurs. Income received in advance is carried forward as deferred income.

Income from bar and food sales is stated net of VAT and is recognised when the goods are served to the customer.

Expenditure

Resources expended are included on an accruals basis.

For the charity "London Welsh Centre Trust" - Resources expended include attributable VAT which cannot be recovered.

Support Costs

Support costs relating to the trading activity are based on actual figures. Other support costs are allocated between charitable activities and cost of raising funds based on the percentage of staff costs relating to those activities.

Fund accounting

Unrestricted funds are general funds that are available for use to further any of the purposes of the charity.

Designated funds are funds that the Trustees of the charity have set aside for a particular purpose.

Restricted funds are those donated for use in a particular area or purpose and the restriction means that the funds can only be used for specific projects or activities.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

- Property improvements 10% on straight line basis
- Fixtures, fittings and equipment 20% on straight line basis
- Expenditure on assets relating to the major building project has been capitalised in the year. Depreciation of these will begin once the work is completed in the next financial year.

Group Accounts

The company and its subsidiary undertaking comprise a small -sized group.

Stock

Stock is included at the lower of cost or net realisable value.

The London Welsh Centre Trust

Notes on accounts for the year ended 31st August 2022

2 Incoming resources from donations and legacies	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
General Donations	2,234	3,636	2,234	3,636
Donation from LWCL to LWCT	-	-	23,097	-
Subscription donation income	33,835	31,342	33,835	31,342
Gift Aid	7,264	7,131	7,264	7,131
Job Retention Grant - re Raising Funds staff	102	2,147	102	2,147
Covid Assistance & Re-Start Grants	6,000	53,928	6,000	53,928
Support costs from LWCL to LWCT	-	-	-	-
	<u>49,435</u>	<u>98,185</u>	<u>72,532</u>	<u>98,185</u>

3 Income from charitable activities	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Functions	29,980	11,456	29,980	11,456
Welsh classes	33,015	32,808	33,015	32,808
Merchandising	433	325	433	325
Other income	-	341	-	341
Job Retention Grant - re charitable Activities	409	8,589	409	8,589
Publications	325	-	325	-
	<u>64,162</u>	<u>53,520</u>	<u>64,162</u>	<u>53,520</u>

4 Income from trading activities - from the London Welsh Centre Ltd (subsidiary of the LWT)

The wholly owned trading subsidiary, London Welsh Centre limited is incorporated in the United Kingdom (company number 00204686). The company operates the bar and all commercial operations carried on at the London Welsh Centre Trust premises. A summary of the trading financial performance of the subsidiary alone is shown below.

4.1 Subsidiary Income statement	2022 £	2021 £
Turnover	£	£
Hall and Room hire	213,289	103,360
Bar & Food Sales	90,516	22,082
Job Retention Grant - re Trading Activities	1,455	50,783
Sundry Income	2,654	565
Total Turnover	<u>307,913</u>	<u>176,790</u>
Direct Cost of sales	(37,007)	(13,870)
Gross Profit	<u>270,906</u>	<u>162,920</u>
Administrative Expenses	(216,587)	(198,222)
Operating Profit before gift to LWT	<u>54,319</u>	<u>(35,302)</u>
Amount gift aided to charity from LWCL to LWCT	(23,097)	-
Operating profit/(loss)	<u>31,222</u>	<u>(35,302)</u>
Deposit Account Income	0	10
Tax on profit/(loss)	199	490
Profit/(Deficit) in subsidiary	<u>31,421</u>	<u>(34,801)</u>
Expenditure on trading activities shown in the consolidated SOFA comprised:		
Costs of sales and administrative expenses (excluding Governance costs)	251,396	209,602
Less: intercompany payments (Contribution to shared support costs)	-	-
	<u>251,396</u>	<u>209,602</u>

The London Welsh Centre Trust

Notes on accounts for the year ended 31st August 2022

4.2 Subsidiary Balance sheet

	2022	2021
£	£	£
Tangible fixed assets	11,192	12,240
Current assets		
- Bar stock	7,016	3,891
- Debtors	66,163	37,161
- Cash at bank	156,780	26,948
	229,959	68,000
Current liabilities		
- Trade creditors	3,224	4,969
- Other creditors	1,369	1,783
- Donation from LWCL to LWC		-
- Owed to /(from) LWT (excluding donation)	71,726	10,147
- Taxes	900	589
- Accruals and deferred income	108,874	38,915
	(186,092)	(56,402)
Total net assets	55,058	23,837
Provisions for Liabilities	(2,127)	(2,325)
	52,932	21,511
Balance at start of year	21,511	56,312
Profit/ loss for the year	31,421	(34,801)
Aggregate share capital and reserves at end of year	52,932	21,511

	Group	Group	Charity	Charity
	2022	2021	2022	2021
£	£	£	£	£
5 Cost of trading activities				
Direct costs - cost of sales (4.1)	37,007	13,870	-	-
Staff costs (9.2)	167,109	149,081	-	-
Support costs (9.1)	47,279	46,650	-	-
Total cost of trading activities	251,395	209,602	-	-
	25,496			

	Group	Group	Charity	Charity
	2022	2021	2022	2021
£	£	£	£	£
6 Cost of raising Funds				
Staff costs (9.2)	18,568	13,630	18,568	13,630
Support costs (9.1)	13,351	13,077	13,351	13,077
Total cost of raising funds	31,919	26,707	31,919	26,707

	2022	2021	2022	2021
£	£	£	£	£
7 Cost of charitable activities				
- Staff Costs (9.2)	41,777	45,148	41,777	45,148
- Subscription & Donation - Online collection charges	641	786	641	786
- Functions & fund raising expenses	7,250	1,064	7,250	1,064
- Welsh language classes	13,218	10,446	13,218	10,446
- Merchandising Costs	-	314	-	314
- London Welsh Magazine	9,358	3,964	9,358	3,964
- Support Costs (9.1)	53,407	52,309	53,407	52,309
Total cost of charitable activities	125,651	114,031	125,651	114,031

The London Welsh Centre Trust

Notes on accounts for the year ended 31st August 2022

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
8 Governance Costs				
- Staff costs on Governance (9.2)	4,642	5,105	4,642	5,105
- Reporting accountants' fee	5,332	5,120	3,332	3,120
- Legal and Professional fees: e.g. HR services	2,255	2,110	2,255	2,110
	<u>12,229</u>	<u>12,335</u>	<u>10,229</u>	<u>10,335</u>
9 Support and Staff costs				
9.1 Support costs				
- Rates, lighting & heating, water	22,725	11,854	22,725	11,854
- Insurance	12,264	10,827	5,199	4,330
- Depreciation	31,701	23,065	26,423	16,563
- Printing, stationery, telephone, etc.	3,476	3,639	13	330
- Bookkeeping fees	-	-	-	-
- Bank Charges	2,775	1,369	93	84
- IT Software & Consumables	1,630	2,282	1,141	882
- Sundries (incl training, advertising, travel, etc.)	2,304	8,714	534	1,521
- Performing rights	659	929	-	-
- Cleaning & Waste Disposal	21,303	13,481	1,948	(1,017)
- Repairs & Maintenance	10,788	15,587	4,072	10,061
- Website Development & Maintenance	4,611	5,511	4,611	5,511
- Major premise works	-	15,268	-	15,268
- Tax on profit for the year	(199)	(490)	-	-
- Bad & Doubtful Debt	-	-	-	-
	<u>114,038</u>	<u>112,037</u>	<u>66,758</u>	<u>65,387</u>
Support Costs Allocation				
Allocation to Trading Activities (5)	47,279	46,650	-	-
Allocation to Cost of Raising Funds (6)	13,351	13,077	13,351	13,077
Allocation to Charitable Activities (7)	53,407	52,309	53,407	52,309
	<u>114,038</u>	<u>112,037</u>	<u>66,758</u>	<u>65,387</u>

The support costs relating to the trading activities are based on actual figures. Other support costs are allocated between charitable activities and cost of raising funds based on the percentage of staff costs relating to those activities.

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
9.2 Staff Costs				
Salaries	215,403	198,055	60,314	57,233
Social Security Costs	12,351	11,036	3,458	5,454
Pension	4,341	3,873	1,215	1,196
	<u>232,096</u>	<u>212,964</u>	<u>64,987</u>	<u>63,883</u>
Analysis of staff costs on				
- Trading Activity (subsidiary) (5)	167,109	149,081	-	-
- Raising Funds - Donations, Subscriptions, Legacies (6)	18,568	13,630	18,568	13,630
- Charitable Activity (7)	41,777	45,148	41,777	45,148
- Governance (8)	4,642	5,105	4,642	5,105
Total staff costs	<u>232,096</u>	<u>212,964</u>	<u>64,987</u>	<u>63,883</u>

The average number of Staff in the year is

12

15

2

2

No individual staff member was paid more than £60,000 in the year.

The London Welsh Centre Trust
Notes on accounts for the year ended 31st August 2022

Note

10 Tangible Fixed Assets

Group	Refurbish- ment 2021	Plant & Machinery	Property Improvement	Furniture & Equipment	Fixtures & Fittings	Total
Cost		£	£	£	£	£
At 1 September 2021	-	20,182	284,945	119,234	99,777	524,137
Additions	3,450	1,280	5,984	4,609	18,668	33,990
At 31 August 2022	3,450	21,461	290,929	123,842	118,445	558,127
Depreciation						
At 1 September 2021	-	16,862	155,014	103,709	68,719	344,304
Charge for the year	-	2,200	13,790	5,388	10,323	31,701
At 31 August 2022	-	19,062	168,804	109,097	79,042	376,005
Net Book Value						
At 31 August 2022	3,450	2,400	122,125	14,745	39,402	182,122
At 1 September 2021	-	3,320	129,931	15,525	31,058	179,833

Charity	Project 2021	Plant & Machinery	Property Improvement	Furniture & Equipment	Fixtures & Fittings	Total
Cost		£	£	£	£	£
At 1 September 2021	-	-	284,945	84,160	85,996	455,101
Additions	3,450	-	5,984	2,977	17,347	29,758
At 31 August 2022	3,450	-	290,929	87,137	103,343	484,859
Depreciation						
At 1 September 2021	-	-	155,014	73,891	58,602	287,507
Charge for the year	-	-	13,790	3,585	9,048	26,423
At 31 August 2022	-	-	168,804	77,476	67,650	313,930
Net Book Value						
At 31 August 2022	3,450	-	122,125	9,661	35,693	170,929
At 1 September 2021	-	-	129,931	10,269	27,394	167,594

11 Debtors	Group 2022	Group 2021	Charity 2022	Charity 2021
	£	£	£	£
- Trade debtors	59,946	31,961	-	-
- Amount due from LWCL to LWCT	-	-	71,726	10,147
- Other accrued Income	100	2,259	100	2,019
- Gift Aid Recoverable	7,584	7,131	7,584	7,131
- VAT	-	-	-	-
- Prepayments and other debtors	12,888	8,957	6,672	3,997
	80,518	50,309	86,082	23,294

The London Welsh Centre Trust

Notes on accounts for the year ended 31st August 2022

12	Cash at Bank & in hand	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
	Current Account - CAF bank	92,112	149,183	92,112	149,183
	Coif Deposit Account	56,141	55,888	56,141	55,888
	Current Account - General	89,625	81,209	20,022	70,278
	Deposit Account	24,234	24,230	23,790	23,786
	Current Account - Bar & Catering	86,623	15,518	-	-
	Cash In Hand	109	55	-	-
		<u>348,845</u>	<u>326,084</u>	<u>192,065</u>	<u>299,136</u>

13	Creditors	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
	- Trade creditors	9,468	24,632	6,244	19,663
	- Other creditors	2,115	2,609	746	826
	- Tax	5	5	-	-
	- VAT	895	584	-	-
	- Reporting Accountant's Fee	4,400	4,400	2,400	2,400
	- Amount due to LWCL from LWT	-	-	-	-
	- Amount due to LWCT from LWL	-	-	-	-
	- Accruals and deferred income	133,874	60,090	27,000	23,175
		<u>150,757</u>	<u>92,320</u>	<u>36,389</u>	<u>46,064</u>

14	Movements in Funds	2021 As at Start of Year £	Incoming Resources £	Outgoing Resources £	Transferred Resources £	2022 As at End of Year £
	Restricted Funds - Charity Only					
	- Fund Raiser for refurbishment	15,064	-	-	-	15,064
	- Main Hall Floor & Other Areas	5,000	-	-	-	5,000
	Total Restricted	<u>20,064</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,064</u>
	Unrestricted Funds					
	Charity - designated	60,258		(26,781)	-	33,477
	Charity - undesignated	364,240	113,859	(143,017)	-	335,082
	Subsidiary Funds	21,511	307,913	(251,395)	-	78,030
	Total Unrestricted	<u>446,010</u>	<u>421,772</u>	<u>(421,194)</u>	<u>-</u>	<u>446,589</u>
	Group Total funds	<u>466,074</u>	<u>421,772</u>	<u>(421,194)</u>	<u>-</u>	<u>466,654</u>

15	Related Party Relationships and transactions	2022 £	2021 £
	During the year to 31 August :		
	The London Welsh Centre Ltd (LWCL) contributed to the support cost of the London Welsh Centre Trust (LWCT)	0	17,000
	Also London Welsh Centre Ltd (LWCL) donated to London Welsh Centre Trust (LWCT)	23,097	0
	At 31 August 2021, inclusive of the donation above, the LWCL owed LWCT	71,726	
	At 31 August 2020, inclusive of the donation above, the LWCT owed LWCL		24,358

No remuneration or expenses were paid to the trustees in the year or the previous year.

The London Welsh Centre Trust
Notes on accounts for the year ended 31st August 2022

16 Constitution and Ultimate Parent Company

London Welsh Centre Trust is a company limited by Guarantee, having no share capital. Members are liable for the company's debts whilst being a member and up to one year after ceasing to be a member for those transactions entered into before that date, to a maximum of £1.

London Welsh Centre Limited is a company limited by Guarantee, having no share capital. Members are liable for the company's debts whilst being a member and up to one year after ceasing to be a member for those transactions entered into before that date, to a maximum of £1. The company's sole member and ultimate parent is the London Welsh Centre Trust.

17 Operating Surplus/ (deficit)	Group 2022	Group 2021	Charity 2022	Charity 2021
This is stated after charging:	£	£	£	£
Depreciation of owned fixed Assets	31,701	14,137	26,423	7,895
Reporting accountants' fees	5,332	5,120	3,332	3,120