

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 January 2023
for
Grundisburgh Village Hall

NB THESE ACCOUNTS ARE IN DRAFT FORMAT AND ALTHOUGH THEY HAVE HAD AN INITIAL REVIEW BY THE INDEPENDENT AUDITOR, FURTHER REVIEW IS STILL REQUIRED

WE ARE CONFIDENT THAT ONLY MINOR CHANGES MIGHT STILL BE REQUIRED TO THE SUBSTANCE OF THESE ACCOUNTS AND BELIEVE THEY ARE SUBSTANTIALLY CORRECT

IN PREPARING THE ACCOUNTS FOR THE CIO FOR THE YEAR END 31 JANUARY 2023 IT BECAME APPARENT THAT THE OLD VILLAGE HALL ACCOUNTS FOR THE PRIOR YEAR HAD INCORRECTLY ALLOCATED £90,000 OF ASSETS WHICH WERE THEN WRITTEN OFF

IN ORDER TO FACILITATE COMPARISON WITH PRIOR YEARS AND TO ENABLE AN APPROPRIATE ADJUSTMENT TO BE MADE FOR THE PRIOR YEAR, THE ACCOUNTS WILL BE AMENDED TO "MERGER BASED ACCOUNTS" AS THE OLD VILLAGE HALL CHARITY HAS EFFECTIVELY NOW BEEN MERGED INTO THE NEW VILLAGE HALL CHARITY. THIS WILL BE REFLECTED MORE CLEARLY IN THE FINAL ACCOUNTS BUT FOR COMPARATIVE PURPOSES NOW THE PRIOR YEAR FIGURES IN THE ATTACHED ACCOUNTS ALL RELATE TO THE OLD VILLAGE HALL CHARITY

FURTHER CLARIFICATION WILL BE PROVIDED AT THE AGM

Grundisburgh Village Hall
Financial Statements
For the Year Ended 31 January 2023

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DRAFT

Reference and Administrative Details

Principal address

Ipswich Road
Grundisburgh
Woodbridge
Suffolk
IP13 6US

Registered Charity number

1190693

Trustees

B Laxton (Chair)
C Dow
J Ellerby
D Keates
C McConnell-Theobald
G Seabrook
H Stewart
J Tatham
K Tatham

Independent examiner

Ben Hobby
Maple Lodge
Woodbridge Road
Grundisburgh
IP13 6UF

Grundisburgh Village Hall
Report of the Trustees
For the Year Ended 31 January 2023

The trustees present their report with the financial statements of the charity for the year ended 31 January 2023.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, The Charities Act 2011 and "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)" (As amended for accounting periods from 1 January 2016).

Objectives and activities

The Charity's objectives are the provision and maintenance of the Village Hall for the use of the inhabitants of Grundisburgh and its neighbourhood for (a) meetings, lectures and classes and (b) other forms of recreation and leisure-time occupation, with the object of improving the conditions of life for the inhabitants.

In furtherance of these objectives the trustees have complied with the duty in section 4 of the Charities Act 2011 to have due regard to the Charity Commission's published general and relevant subsector guidance concerning the operation of the Public Benefit requirement under that Act.

Achievements and performance

The charity has operated from the new Village Hall site throughout its first full year of operation year, generating income of £43,600. This income includes £8,956 of restricted donations. Further donations received in prior years were reflected in the accounts of the old Village Hall.

The charity generated a deficit of £41,784 which is considered an appropriate result for the charity especially given the level of depreciation after a review of the fixed asset register. Depreciation on assets relating to the new Village Hall built up under the old Village Hall was deferred pending the full operation of the new Village Hall charity. Excluding depreciation, the charity generated a surplus of £10,609.

The charity has, via the provision of the village hall facilities, benefited a wide range of user clubs and the general populace of Grundisburgh and the neighbouring areas.

Following the completion of the new Village Hall building by the end of January 2022, ownership of all assets and liabilities of the old Village Hall (charity No 1190693) was transferred to the new Charitable Incorporated Organisation ("CIO") shortly after prior year end.

Financial review

As at 31 January 2023 the charity had reserves of £899,637 of which £646,794 were restricted funds and £252,843 were unrestricted funds. At the beginning of the year assets of £941,421 were transferred from the Old Village hall of which £674,158 were restricted funds and £267,263 unrestricted.

The restricted funds include monies provided to the charity as part of the 2015 s106 planning agreement and subsequent donations. These were all provided towards the construction of a new village hall on the new village hall site.

The charity holds unrestricted funds in order to manage the timing of income and expenditure and to provide funds to cover repair and maintenance cost of the village hall as they fall due.

Structure, Governance and Management

The charity is governed by a Constitution for a Charitable Incorporated Organisation (CIO) under Association model dated 3 August 2020. The CIO effectively commenced trading on 1 February 2022.

The constitution allows for ten representative trustees to be appointed by the members. Membership of the CIO is open to a regular user and to the Parish Council and the Parochial Church Council.

At every Annual General Meeting one-third of the Charity Trustees shall retire from office but are eligible for re-election.

Structure, Governance and Management (continued)

The trustees who served during the year were:

- B Laxton (Chair)
- C Dow
- J Ellerby
- D Keates
- C McConnell-Theobald
- G Seabrook
- H Stewart
- J Tatham
- K Tatham

Plans for the future

The Trustees intend to build on the success in making the Village Hall available for use by the wider community both in terms of hiring of the Hall facilities and provision of the facilities and beneficial support to members of the community who might otherwise be unable to do so.

The trustees report was approved by the Board of Trustees on _____

.....
B J Laxton
Chair

.....
J N Ellerby
Treasurer

Independent Examiner's Report to the Trustees of
Grundisburgh Village Hall
for the Year Ended 31 January 2023

I report to the charity trustees on my examination of the accounts of Grundisburgh Village Hall for the year ended 31 January 2023.

Responsibilities and basis of report

As the charity trustees of the Grundisburgh Village Hall you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Ben Hobby
FCA, Dip CII
Maple Lodge
Woodbridge Road
Grundisburgh
IP13 6UF

Grundisburgh Village Hall
Statement of Financial Activities
Including income and expenditure account
for the Year Ended 31 January 2023

		Unrestricted funds £	Restricted funds £	Total 2023 £	Old Hall Total 2022 £
Income from:					
Donations	3	3,034	8,706	11,740	37,332
Charitable activities		31,567	250	31,817	432,487
Investments	4	<u>44</u>	<u>-</u>	<u>44</u>	<u>35</u>
Total Income		34,644	8,956	43,600	469,854
Expenditure on:					
Raising funds		-	2,197	2,197	-
Charitable activities		(935)	<u>31,730</u>	<u>30,794</u>	<u>4,546</u>
Total expenditure	5	<u>(935)</u>	<u>33,927</u>	32,991	<u>4,546</u>
Net income before investment gains		<u>35,580</u>	<u>(24,971)</u>	<u>10,609</u>	<u>465,307</u>
Depreciation		-	(52,393)	(52,393)	-
Transfer between funds		(50,000)	50,000	-	-
Net Movement of Funds		<u>(14,420)</u>	<u>(27,364)</u>	<u>(41,784)</u>	<u>465,307</u>
Reconciliation of funds:					
Total funds brought forward		<u>267,263</u>	<u>674,158</u>	<u>941,421</u>	<u>476,114</u>
Total funds carried forward		<u>252,843</u>	<u>646,794</u>	<u>899,637</u>	<u>941,421</u>

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

All income and expenditure arose from continuing activities.

Grundisburgh Village Hall
 Balance sheet
 At 31 January 2023

	Notes	2023 £	Old Hall 2022 £
Fixed assets			
Tangible assests	10	<u>855,248</u>	<u>839,593</u>
Current Assets			
Cash at bank and in hand		68,203	102,768
Receivables		<u>2,904</u>	=
Total Current Assets		<u>71,106</u>	<u>102,768</u>
Creditors: amounts due within one year	11	<u>(26,717)</u>	<u>(940)</u>
Net current assets		<u>44,389</u>	<u>101,828</u>
Net assets		<u>899,637</u>	<u>941,421</u>
Funds			
Unrestricted funds		252,843	267,263
Restricted funds	12	<u>646,794</u>	<u>674,158</u>
	13	<u>899,637</u>	<u>941,421</u>

The financial statements were approved by the Trustees on _____ and were signed on their behalf by:

B J Laxton
 Chair

J N Ellerby
 Treasurer

1. Accounting policies

Charity information

Grundisburgh Village Hall is a registered charity and established as a Charitable Incorporated Organisation (CIO) under a Constitution dated 3 August 2020.

Accounting convention

The accounts have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "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 (FRS102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update bulletin 1 not to prepare a statement of cashflows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

Going concern

In the opinion of the Trustees, the charity is a going concern and will realise its assets and meet its liabilities under the normal course of operations.

Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in the furtherance of the charity's objectives.

Restricted funds are subject to specific conditions on how they may be used. The purpose and use of the restricted funds is set out in the notes to the financial statements.

Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably and it is probable that the income will be received.

Donations are recognised upon receipt, unless performance conditions require a deferral of the amount.

Gift aid is recognised at the time of receipt

Gifts in kind are recognised at their fair value at the date of the gift.

1. Accounting policies (continued)

Expenditure

Expenditure is recognised on an accrual basis. Expenditure includes any VAT which cannot be recovered by the charity.

Raising funds comprises the costs associated with attracting voluntary income and the costs of fundraising.

Charitable activities comprise those costs incurred by the charity in managing the village hall.

Governance costs include those expenses which are associated with meeting the constitutional and statutory requirements of the charity and include the independent examination fees and costs linked to the strategic management of the charity.

Tangible fixed assets

Tangible fixed assets are initially measured at cost, net of depreciation and any impairment losses.

No depreciation is charged on the freehold land owned by the charity for the new village hall.

All costs in respect of the new village hall have been capitalised and will be depreciated over the useful economic life of the new hall

Assets held historically are not capitalised or depreciated as no reliable value can be attributed.

Impairment of fixed assets

At each reporting date the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Cash and cash equivalent

Cash and cash equivalents include cash in hand and deposits held at call with banks.

Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors, cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

1. Accounting policies (continued)

Basic financial liabilities

Basic financial liabilities include creditors and are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity’s contractual obligations expire or are discharged or cancelled.

2. Critical accounting estimates and judgements

In the application of the Charity’s accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of the assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The trustees have valued the land on which the new village hall sits at £50,000. This land is subject to restrictive covenants and planning permission relating to the new hall and as such, this reflects the Trustees’ best estimate of the fair value at the time this land was gifted to the charity.

	Old Hall	
3. Donations	2023	2022
	£	£
Donations and gifts	<u>11,740</u>	<u>37,332</u>
4. Investments	2023	2022
	£	£
Interest on cash deposits	<u>44</u>	<u>35</u>

5. Expenditure

	Other Costs £	Governance £	Total 2023 £	Old Hall Total 2022 £
Raising Funds				
Fundraising	<u>2,197</u>	-	<u>2,197</u>	-
Charitable activities				
Maintenance	1,019	-	1,019	293
Electricity and gas	1,491	-	1,491	678
Water charges	297	-	297	306
Cleaning	2,476	-	2,476	336
PRS	-	-	-	-
Gardening	13,095	-	13,095	535
Treasurers expenses	-	-	-	-
Licences and notices	372	-	240	23
Decoration	398	-	398	-
AGM expenses	-	-	-	-
Business rates	407	-	407	48
Insurance	1,152	-	1,152	718
Independent examination fee	(160)	-	(160)	900
Broadband	550	-	550	44
Community Fund	89	-	89	-
Website	-	-	-	230
Equipment	439	-	439	-
Charging Points	259	-	259	-
Professional Fees	7,103	-	7,103	-
Other	1,809	-	1,809	364
	<u>30,794</u>	-	<u>30,794</u>	<u>4,546</u>
Total expenditure	<u>32,991</u>	-	<u>32,991</u>	<u>4,456</u>

6. Governance costs

	2023 £	Old Hall 2022 £
Trustee expenses	-	-
AGM expenses	-	-
Independent examination fee	<u>(160)</u>	<u>40</u>
	<u>(160)</u>	=

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

During the year trustees' expenses of £NIL were reimbursed.

Grundisburgh Village Hall
Notes to the Financial Statements (continued)
For the year ended 31 January 2023

8. Employees

The charity had no employees during the year.

9. Financial instruments

	2023 £	Old Hall 2022 £
Carrying amount of financial liabilities Measured at amortised cost	<u>26,717</u>	<u>940</u>

10. Tangible fixed assets

	Land and Buildings £	Total 2023 £
Cost		
Balance as at 1 February 2022	839,593	839,593
Additions in the year	80,866	80,866
Disposals	<u>(12,818)</u>	<u>(12,818)</u>
Balance at 31 January 2023	<u>907,641</u>	<u>907,641</u>
Depreciation		
As at 1 February 2022 and 31 January 2023	<u>52,393</u>	<u>52,393</u>
Net book value		
As at 31 January 2023	<u>855,248</u>	<u>855,248</u>
As at 31 January 2022	839,593	839,593

All assets as at 1 February 2022 were transferred to the CIO from the old Village Hall charity. The land gifted on 19 January 2015, has been treated as a gift in kind and valued at the then Trustees' estimate of its fair value at the date of the gift, being £50,000. The Trustees have taken further professional advice on the likely current value of the land and there is no reason to alter the previously agreed value.

11. Creditors: amounts falling due within one year

	Total 2023 £	Old Hall Total 2022 £
Accruals	<u>26,717</u>	<u>940</u>

12. Restricted funds

The restricted fund includes the monies and assets donated to the charity in respect of the construction of the new village hall under the s 106 agreement dated 19 January 2015.

The £200,000 grant from the National Lottery Fund included a restriction detailed in the Deed of Dedication dated 4 October 2021 and effective until 1 December 2027 stipulating that the charity will not assign, transfer, charge or otherwise dispose of the Property, without written consent from the fund.

As at 31 January 2023	Balance at 1 February 2022 £	Income in the year £	Expenses in the year £	Balance at 31 January 2023 £
Restricted funds	<u>674,158</u>	<u>58,956</u>	<u>86,320</u>	<u>646,794</u>

13. Analysis of net assets

	Tangible fixed assets £	Current assets £	Current liabilities £	Total £
As at 31 January 2023				
Restricted funds	855,248	(208,454)	-	646,794
Unrestricted funds	-	<u>279,560</u>	<u>(26,717)</u>	<u>252,843</u>
Total funds	<u>851,411</u>	<u>71,106</u>	<u>(26,717)</u>	<u>899,637</u>

	Tangible fixed assets £	Current assets £	Current liabilities £	Total £
As at 31 January 2022				
Restricted funds	839,593	(165,436)	-	674,157
Unrestricted funds	-	268,204	(940)	267,264
Total funds	<u>839,593</u>	<u>102,768</u>	<u>(940)</u>	<u>941,421</u>