

COMPANY REGISTRATION NUMBER: 01377655
CHARITY REGISTRATION NUMBER: 276308

Wells Operatic Society Limited
Company Limited by Guarantee
Unaudited Financial Statements
31 December 2019

WEBB & CO LTD
Accountants and Business Advisers
One New Street
Wells
Somerset
BA5 2LA

Wells Operatic Society Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 December 2019

	Page
Trustees' annual report (incorporating the director's report)	1
Independent examiner's report to the trustees	3
Statement of financial activities (including income and expenditure account)	4
Statement of financial position	5
Notes to the financial statements	6
The following pages do not form part of the financial statements	
Detailed statement of financial activities	16
Notes to the detailed statement of financial activities	17

Wells Operatic Society Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2019

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 December 2019.

Reference and administrative details

Registered charity name	Wells Operatic Society Limited
Charity registration number	276308
Company registration number	01377655
Principal office and registered office	Little Theatre Chamberlain St Wells Somerset BA5 2PS

The trustees

P Perrin
K Edmonds
G Evers – resigned 22/3/19
R Wright
S Edmonds
E Russell – appointed 23/4/19
M Scammell
G A Brown
J Scammell –appointed 23/4/19
L Jones
N McGrogan
E Carey – appointed 23/4/19
A Lafranchi

Company secretary	N McGrogan
Independent examiner	Barry Davidson FCCA FCA One New Street Wells Somerset BA5 2LA

Wells Operatic Society Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2019

Structure, governance and management

The company was registered with the Charity Commission (registration number 276308) on 7th July 1978.

The trustees review the charity's needs to ensure that new trustees are recruited with the necessary skills required by the charity.

Risk

The trustees are watchful of the risks there may be in pursuing their aims. They have examined the principal areas of the Charity's operations and considered the major risks faced in each of those areas. In their opinion they have established review systems which, under normal conditions, would allow these risks to be mitigated to an acceptable level in its day to day operations.

The trustees are mindful of the Charity Commission guidance on public benefit.

Objectives and activities

The primary purpose of the charity is to promote, maintain, improve and advance education by the production of educational plays and the encouragement of the arts

Achievements and performance

The trustees are happy with the financial performance for the year with a net deficit of £3,541 being taken to reserves.

Financial review

The company produced 4 theatrical productions for the general public during the year which all received expected levels of attendance. The Theatre Account and Bar Account made a surplus for the year, and the General Account a deficit for the year due to one-off decorating costs. Overall the activities undertaken have ensured that the company maintains a sound position which will enable it to continue to promote education and the arts in the forthcoming years.

Reserves

The trustees consider that the reserves of £230,256 are adequate to meet the future requirements of the charity. The reserves are allocated as follows:

Unrestricted	£230,256
Restricted	£nil

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on and signed on behalf of the board of trustees by:

P Perrin
Trustee

Wells Operatic Society Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Wells Operatic Society Limited

Year ended 31 December 2019

I report to the trustees on my examination of the financial statements of Wells Operatic Society Limited ('the charity') for the year ended 31 December 2019.

Responsibilities and basis of report

The trustees are also the directors of the company for the purposes of company law are responsible for the preparation of the financial statements. The 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.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Barry Davidson FCCA FCA
Independent Examiner
Webb & CO Ltd
One New Street
Wells
Somerset
BA5 2LA

Wells Operatic Society Limited
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)
Year ended 31 December 2019

		2019		2018
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	7,300	7,300	10,021
Charitable activities	6	31,127	31,127	31,285
Other trading activities	7	12,915	12,915	16,796
Investment income	8	255	255	186
Other income	9	–	–	570
Total income		<u>51,597</u>	<u>51,597</u>	<u>58,858</u>
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	10	6,529	6,529	7,298
Expenditure on charitable activities	11,12	48,609	48,609	45,240
Total expenditure		<u>55,138</u>	<u>55,138</u>	<u>52,538</u>
Net (expenditure)/income and net movement in funds		<u>(3,541)</u>	<u>(3,541)</u>	<u>6,320</u>
Reconciliation of funds				
Total funds brought forward		233,797	233,797	227,477
Total funds carried forward		<u>230,256</u>	<u>230,256</u>	<u>233,797</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 6 to 14 form part of these financial statements.

Wells Operatic Society Limited
Company Limited by Guarantee
Statement of Financial Position *(continued)*
31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible fixed assets	17	145,056	143,330
Current assets			
Stocks	18	1,092	860
Debtors	19	6,328	9,109
Cash at bank and in hand		82,170	83,641
		<u>89,590</u>	<u>93,610</u>
Creditors: amounts falling due within one year	20	<u>4,390</u>	<u>3,143</u>
Net current assets		<u>85,200</u>	<u>90,467</u>
Total assets less current liabilities		<u>230,256</u>	<u>233,797</u>
Net assets		<u>230,256</u>	<u>233,797</u>
Funds of the charity			
Unrestricted funds		<u>230,256</u>	<u>233,797</u>
Total charity funds	21	<u>230,256</u>	<u>233,797</u>

For the year ending 31 December 2019 the charity 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.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on, and are signed on behalf of the board by:

P Perrin
Trustee

Company registration number: 01377655
Charity registration number: 276308

The notes on pages 6 to 14 form part of these financial statements.

Wells Operatic Society Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and a registered charity in England and Wales. The address of the registered office is Little Theatre, Chamberlain St, Wells, Somerset, BA5 2PS.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements are prepared in sterling, rounded to the nearest £, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the company.
- (b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Wells Operatic Society Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- 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 theatrical performances is recognised on completion of the production.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. 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 raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- 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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	- 2% reducing balance
Equipment	- 15% reducing balance

Wells Operatic Society Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

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.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Debtors and prepayments

Trade and other debtors are recognised at the settlement amount due after any discounts. Prepayments are valued at the amount prepaid net of any discounts.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are only recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts.

Financial instruments

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

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Wells Operatic Society Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

4. Limited by guarantee

Wells Operatic Society Limited is a company limited by guarantee and accordingly does not have a share capital. Every member of the company undertakes to contribute such an amount as may be required, not exceeding £1, to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Donations			
Donations	2,440	–	2,440
Subscriptions			
Subscriptions	4,860	–	4,860
	<u>7,300</u>	<u>–</u>	<u>7,300</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Donations			
Donations	1,449	3,500	4,949
Subscriptions			
Subscriptions	5,072	–	5,072
	<u>6,521</u>	<u>3,500</u>	<u>10,021</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Box office sales	29,546	29,546	29,651	29,651
Programme sales	1,581	1,581	1,634	1,634
	<u>31,127</u>	<u>31,127</u>	<u>31,285</u>	<u>31,285</u>

7. Other trading activities

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Hire of theatre	5,446	5,446	7,903	7,903
Bar takings	7,469	7,469	8,893	8,893
	<u>12,915</u>	<u>12,915</u>	<u>16,796</u>	<u>16,796</u>

Wells Operatic Society Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

8. Investment income

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
Bank interest receivable	255	255	186	186
	<u>255</u>	<u>255</u>	<u>186</u>	<u>186</u>

9. Other income

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
Dinner Dance	–	–	570	570
	<u>–</u>	<u>–</u>	<u>570</u>	<u>570</u>

10. Costs of other trading activities

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
Opening stock	610	610	1,136	1,136
Purchases	3,848	3,848	3,780	3,780
Closing stock	(842)	(842)	(610)	(610)
Water rates	118	118	36	36
Light & heat	1,095	1,095	1,238	1,238
Insurance	540	540	513	513
Bar cleaning expenses	1,020	1,020	1,065	1,065
Bar licences	140	140	140	140
	<u>6,529</u>	<u>6,529</u>	<u>7,298</u>	<u>7,298</u>

11. Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2019
	£	£	£
Theatre account	25,996	–	25,996
Support costs	22,613	–	22,613
	<u>48,609</u>	<u>–</u>	<u>48,609</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2018
	£	£	£
Theatre account	24,488	2,000	26,488
Support costs	14,572	4,180	18,752
	<u>39,060</u>	<u>6,180</u>	<u>45,240</u>

Wells Operatic Society Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

12. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2019 £	Total fund 2018 £
Theatre account	<u>25,996</u>	<u>22,613</u>	<u>48,609</u>	<u>45,240</u>

13. Analysis of support costs

	Support costs £	Total 2019 £	Total 2018 £
Premises	12,954	12,954	8,113
General office	2,823	2,823	2,670
Governance costs	1,992	1,992	2,077
Dinner Dance	–	–	572
Depreciation	<u>4,679</u>	<u>4,679</u>	<u>5,320</u>
	<u>22,448</u>	<u>22,448</u>	<u>18,752</u>

14. Net (expenditure)/income

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

	2019 £	2018 £
Depreciation of tangible fixed assets	<u>4,679</u>	<u>5,320</u>

15. Independent examination fees

	2019 £	2018 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,992</u>	<u>2,077</u>

16. Trustee remuneration and expenses

No trustees received remuneration in the year

No trustee expenses have been incurred and no trustees have waived expenses.

Wells Operatic Society Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

17. Tangible fixed assets

	Freehold property £	Plant and machinery £	Total £
Cost			
At 1 January 2019	136,135	72,140	208,275
Additions	–	6,405	6,405
At 31 December 2019	<u>136,135</u>	<u>78,545</u>	<u>214,680</u>
Depreciation			
At 1 January 2019	8,652	56,293	64,945
Charge for the year	2,400	2,279	4,679
At 31 December 2019	<u>11,052</u>	<u>58,572</u>	<u>69,624</u>
Carrying amount			
At 31 December 2019	<u>125,083</u>	<u>19,973</u>	<u>145,056</u>
At 31 December 2018	<u>127,483</u>	<u>15,847</u>	<u>143,330</u>

18. Stocks

	2019 £	2018 £
Raw materials and consumables	<u>1,092</u>	<u>860</u>

19. Debtors

	2019 £	2018 £
Trade debtors	120	162
Prepayments and accrued income	6,208	8,947
	<u>6,328</u>	<u>9,109</u>

20. Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	894	–
Accruals and deferred income	2,523	2,917
Social security and other taxes	973	226
	<u>4,390</u>	<u>3,143</u>

Wells Operatic Society Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

21. Analysis of charitable funds

Unrestricted funds

	At 1 Jan 2019 £	Income £	Expenditure £	Transfers £	At 31 Dec 2019 £
General funds	233,797	51,597	(55,138)	–	230,256

	At 1 Jan 2018 £	Income £	Expenditure £	Transfers £	At 31 Dec 2018 £
General funds	222,112	55,358	(46,358)	2,685	233,797

The unrestricted fund is to be used to meet the charity's objectives as the trustees see fit in accordance with the Memorandum and Articles of Association.

Restricted funds

	At 1 Jan 2019 £	Income £	Expenditure £	Transfers £	At 31 Dec 2019 £
Theatre renovations	5,365	3,500	(6,180)	(2,685)	–

The restricted fund is specifically to fund the auditorium seating and orchestra pit renovation work.

22. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2019 £
Tangible fixed assets	145,056	145,056
Current assets	89,590	89,590
Creditors less than 1 year	(4,390)	(4,390)
Net assets	<u>230,256</u>	<u>230,256</u>

	Unrestricted Funds £	Total Funds 2018 £
Tangible fixed assets	143,330	143,330
Current assets	93,610	93,610
Creditors less than 1 year	(3,143)	(3,143)
Net assets	<u>233,797</u>	<u>233,797</u>

23. Related parties

There were no related party transactions.

Wells Operatic Society Limited
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 December 2019

24. Staff numbers

The average head count of employees during the year was Nil (2015:Nil)

Wells Operatic Society Limited

Company Limited by Guarantee

Management Information

Year ended 31 December 2019

The following pages do not form part of the financial statements.

Wells Operatic Society Limited
Company Limited by Guarantee
Detailed Statement of Financial Activities
Year ended 31 December 2019

	2019	2018
	£	£
Income and endowments		
Donations and legacies		
Donations	2,440	4,949
Subscriptions	4,860	5,072
	<u>7,300</u>	<u>10,021</u>
Charitable activities		
Box office sales	29,546	29,651
Programme sales	1,581	1,634
	<u>31,127</u>	<u>31,285</u>
Other trading activities		
Hire of theatre	5,446	7,903
Bar takings	7,469	8,893
	<u>12,915</u>	<u>16,796</u>
Investment income		
Bank interest receivable	255	186
	<u>255</u>	<u>186</u>
Other income		
Dinner Dance	—	570
	<u>—</u>	<u>570</u>
Total income	<u><u>51,597</u></u>	<u><u>58,858</u></u>

Wells Operatic Society Limited

Company Limited by Guarantee

Detailed Statement of Financial Activities *(continued)*

Year ended 31 December 2019

	2019	2018
	£	£
Expenditure		
Costs of other trading activities		
Opening stock	610	1,136
Purchases	3,848	3,780
Closing stock	(842)	(610)
Rates and water	118	36
Light and heat	1,095	1,238
Insurance	540	513
Bar cleaning expenses	1,020	1,065
Bar licences	140	140
	<u>6,529</u>	<u>7,298</u>
Expenditure on charitable activities		
Rates and water	353	108
Light and heat	3,285	3,713
Repairs and maintenance	11,741	6,839
Insurance	1,619	1,540
Telephone	416	516
Other office costs	1,834	1,297
Depreciation	4,679	5,320
Stage production costs	17,850	17,989
Credit card charges	2,261	2,440
Cleaning and refuse collection	2,381	2,485
Website costs	198	344
Accountancy	1,992	2,077
Dinner Dance expenses	–	572
	<u>48,609</u>	<u>45,240</u>
Total expenditure	<u>55,138</u>	<u>52,538</u>
Net (expenditure)/income	<u>(3,541)</u>	<u>6,320</u>

Wells Operatic Society Limited

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2019

	2019 £	2018 £
Costs of other trading activities		
Bar		
Opening stock	610	1,136
Purchases	3,848	3,780
Closing stock	(842)	(610)
Water rates	118	36
Light & heat	1,095	1,238
Insurance	540	513
Bar cleaning expenses	1,020	1,065
Bar licences	140	140
	<u>6,529</u>	<u>7,298</u>
Costs of other trading activities	<u>6,529</u>	<u>7,298</u>
Expenditure on charitable activities		
Theatre account		
<i>Activities undertaken directly</i>		
Rates & water	235	72
Light & heat	2,190	2,475
Insurance	1,079	1,027
Stage production costs	17,850	17,989
Online and card charges	2,261	2,440
Cleaning and refuse collection	2,381	2,485
	<u>25,996</u>	<u>26,488</u>
<i>Support costs</i>		
Rates & water	118	36
Light & heat	1,095	1,238
Repairs & maintenance	11,741	6,839
Insurance	540	513
Telephone	416	516
Other office costs	1,834	1,297
Depreciation	4,679	5,320
Website expenditure	198	344
Accountancy	1,992	2,077
Dinner Dance expenses	–	572
	<u>22,613</u>	<u>18,752</u>
Expenditure on charitable activities	<u>48,609</u>	<u>45,240</u>
