

Black Country Wheels School

“Wheels, putting young people first”

<http://www.bcwschool.co.uk>



Trustees' Annual Report for the Year Ending 30 June 2020

The Trustees of Black Country Wheels present their annual report and audited accounts for the year ended 30 June 2020 and confirm they comply with the requirements of the Charities Act 2011, the trust deed and the Charities SORP (FRS 102).

Our Aims

We aim to provide an Alternative Educational Offer within the surrounding areas for young people aged between 14 – 16 years old.

Our Objectives

To act as a resource for young people, within the West Midlands and surrounding areas, by providing advice and assistance and organizing programmes of physical, educational and other activities as a means of:

- Advancing in life and helping young people by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals.
- Advancing educational opportunities.
- Relieving unemployment.
- Providing recreational and leisure time activity in the interests of social welfare for young people who have need by reason of their age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such young people.

Review of Activities and Achievements

Pupil numbers and income continually fluctuate due to the nature of the commissions by the Local Authority and Secondary Schools who send Day Students. Currently, Local Authority Student Places stands at 30 with a £16200.00 per student fee and provision for 6 SEND places at £16200.00 each if taken, paid over a 11 month period. Day Student Places are charged at £60.00 per day.

The School has the physical capacity to expand student numbers but is restricted by fiscal considerations.

Academic

There has been a considerable diversification in the curriculum offer over the period. More ASDAN Courses of Study and Accreditation have been introduced to widen the curriculum offer; AoPE, CoPE and Bronze, Silver, Gold Awards.

Functional Skills and Vocational Studies remain the core of the curriculum and numbers participating are relatively stable considering the economic situation of School funding for Day Students.

During the school year 2019-2020 the Duke of Edinburgh Bronze Award programme was undertaken by Year 11 students and a small number of Year 10 students, with a view to the Year 10 students undertaking the Silver Award during 2020-2021 academic year.

This is evidenced in the following table of the 2020 results. It is important to note that the School has been impacted by the recent Coronavirus Pandemic and subsequent Lockdown. However, despite these factors, the School has maintained its diligence and duty of care for both the Academic and Social aspects of Education.

Date	Award	Number of Students Entered	Pass Rate	% Pass
June 2020	English Functional Skills Level 1	26	23/26	88
	English Functional Skills Level 2	12	9/12	75
	Maths Functional Skills Level 1	27	21/27	78
	Maths Functional Skills Level 2	12	12/12	100
	ICT Level 1	17	16/17	94
	ICT Level 2	3	3/3	100
	IMI Motor Vehicle Award			
	IMI Motor Vehicle Certificate			
	BTEC Construction Award	8	8/8	100
	BTEC Construction Certificate	4	4/4	100
	BTEC Construction Extended Certificate	11	11/11	100
	PSHEE	22	22/22	100
	Citizenship	21	21/21	100
	Beliefs and Values	21	21/21	100
	Landbased Science	20	20/20	100
	Foodwise	3	3/3	100
	Emergency First Aid in the Workplace Level 3	8	7/8	88

To further improve pupils' outcomes it is evident that the School must:

- Continue with the evaluation of our curriculum offer, lesson planning and ILPs.
- Continue to support English and Maths GCSE examination routes for dual registered students where appropriate.
- Maintain and develop alternative accreditation routes for full time students to be rewarded for their work.
- Offer a consistent quality of tuition in academic studies by all staff.
- Continue to provide Tutors with Professional Development regarding their Teaching and Learning strategies and maintain a robust framework of Assessment that accurately reflects areas for individual development and target setting.

Community Work

Social Enterprise activities have been limited this academic year due to the Pandemic and Lockdown. Prior to the outbreak of COVID-19 Students concentrated upon the production of decorative garden ornaments constructed of concrete; bird boxes and insect houses made of wood, all of which have been offered for sale to local businesses who share the Industrial Estate and Visitors to the school.

Our usual Charity fund raising events have had to be cancelled due to Covid 19 restrictions.

Future Plans

The School Improvement Plan 2018 - 2021 is continuing with the vast majority of the success criteria being met within specified timescales. It is anticipated that by September 2021 all aspects will be completed. The Trustees have praised the work of all stakeholders in their achievements thus far. The four main priorities are shown below.

1. Black Country Wheels School will continue to monitor and develop the physical nature of the school to enable students to benefit from a sustainable curriculum offer, in a safe, suitable environment for the delivery of both academic and vocational practical courses.
2. Teaching, Learning and Assessment. Curriculum development will ensure wider accreditation routes are available appropriate to students' abilities. Staff CPD ensures questioning deepens Students' understanding. Assessment promotes strategies to raise achievement, self-esteem and the final outcomes for Students.
3. School Systems. Staff CPD, Staffing Structure and Staff Appraisal, Succession Planning and Governance.
4. Improving Welfare of Students. Attendance remains an issue for a small minority of students. Existing strategies to be investigated further and new initiatives piloted to address this chronic barrier to learning and achievement.

Discussions continue to take place to extend the Local Offer inasmuch as to provide an Alternative Programme for 16-19 year olds to help combat the NEET problem (Not in Education, Employment or Training). It is an opportunity for the School to increase its impact on the lives of young people who find it difficult to access mainstream colleges. The major difficulty to overcome remains the access to sustainable funding routes to enable not only the setup costs, but the employment of well-trained staff to deliver the qualifications. The school will continue to investigate.

Our Finances

The financial statements show the Income as £564,825 and Expenditure as £498,386. The Trustees are very cognizant of the fact that, with growing expenses due to Rent increases, utilities and other costs, the School has had a hard task to remain viable and solvent. As part of future financial planning, funding, negotiations with the LA are continuously reviewed as 100% of the income of the School arises from Local Authority Commissions (including Day Student places).

It should be noted that the School does benefit from 100% reduction in Business Rates on the property we use for our charitable purposes. However, as an educational charity, we are unable to reclaim VAT input tax on our costs as we are exempt for VAT purposes. We also pay tax as an employer through the National Insurance Contributions we make.

The substantial benefits our School makes to the lives and prospects of the young people in our care, their families and the local community is something we are proud of and is without cost to the Exchequer.

Financial Health

As stated, an increase in revenue is required for the School to maintain its provision for the young people it serves. The Trustees have due regard for the current financial situation and funds held by the School. There remains a concern that, unless the LA funding issue is successfully addressed, with long term agreements, the School faces an uncertain future.

The impact of Work Place Pensions was considered by the Trustees. The School has funded this legal requirement and reviews of staffing costs have taken place.

Notwithstanding the above, the closing value of our tangible assets, property, plant and equipment stands at £17,681.

The number of student places allocated by the DfE is a maximum of 100 for the School. The school currently operates at under 40% capacity. There is, therefore, sufficient room for expansion and the ability to increase income.

Reserves Policy

The Trustees are cognizant that Local Authority funding is crucial for the solvency of the School and should this be withdrawn, then closure would swiftly follow.

It has been decided that Reserves of approximately £200,000 (approx. 40%) of this funding should be held to offset any such situation. These funds would allow the School to maintain teaching staff in post for the short term whilst alternative funding is sourced. This Reserve will allow the School to provide education for those students remaining on roll and continue to operate.

Developments and Maintenance

The internal re-structuring of the building continues and as the new curriculum areas are explored, it is anticipated that there will be some expenditure next year to fund these courses. Contingency funds have been allocated.

Ethos, Strategy and Policies

The Ethos of the School remains constant:

To provide each young person with a positive experience of education within a curriculum framework that is based on nurturing individual talents and providing opportunities for personal development. This enables students to be self-aware and to learn the skills that will help them manage their work, their lives and their relationships in the future. Central to this is the school's aim to actively promote fundamental British values and inclusion, supported by social, educational and vocational networks. The school is committed to safeguarding young people in its care and all staff share this responsibility equally.

The School Improvement Plan is active, in line with the key priorities stated and enjoys full Trustee approval.

Trustees ensure that this is followed by regular contact with the School and the Senior Leadership Team. The School website contains detailed information, advice and guidance relating to Policies and may be accessed via: www.bcwschool.co.uk

Governance

Trustees give of their time freely and without cost to the School. No expenses were paid to Trustees during the last year. Trustees accept that they have overall responsibility for the management of the School albeit with the input of the Proprietor and Business Manager being highly regarded.

The day to day running of the School remains the remit of the Proprietor and her Senior Leadership Team, whilst the Trustees ensure the overarching ethos of the School is maintained.

Recruitment and Remuneration

The Proprietor, assisted by her Senior Leadership Team, oversees the recruitment of all staff and determines the salary paid to each staff member. Whilst the Trustees delegate this responsibility to the Proprietor, the Chair monitors all such appointments and costings.

Risk Management

A SWOT (Strengths, Weaknesses, Opportunities and Threats) Analysis is critically reviewed every Term and shared with Trustees. A more detailed analysis is reviewed annually that includes Student Welfare, Health and Safety, Financial Sustainability and Community Awareness Issues.

A Critical Incident Management Policy is also available for guidance and is reviewed annually.

There is a higher than usual credit balance due to an increase in funding from Commissioners. Funds have been earmarked for use in creating and equipping a new Art Room in readiness for the delivery of this new addition to the curriculum. In addition, a renovation of the Refectory area and replacement of some of the kitchen equipment is planned and future costs have been considered. Our expanding curriculum offer demands additional staff who have the necessary skill sets and qualifications to deliver qualifications. Funds are also earmarked for the employment of a new Qualified Teacher to deliver courses and meet with DfE requirements. Whilst the current

Pandemic affects our development programme, it must be noted that the School remains proactive and plans for the future when restrictions are eased.

It is important to note that included in the credit balance is the contingency for operating the company for a period of time should the Commissioning Authority withdraw their support as outlined in our Reserves Policy. Two donated vehicles from last year are still assets of the company.

The Trustees are satisfied that major risks have been identified and risks have been adequately mitigated by the School. It is accepted that such systems can only provide reasonable, but not absolute, assurance that risks have been well managed.

Charity Trustees

Mr Mitchell Bellis
12D Inez
Maypole Hill
Halesowen
West Midlands
B63 2ND

Mr Justin Thomas
6 Roberts Green Road
West Midlands
DY3 2BB

Alexandra Pejovic
3A Perryfields Road
Bromsgrove
B61 8SY

Phillip Totney
2 Ankadine Road
Stourbridge
DY8 4UG

Proprietor/Headteacher: Jan Lear

Contact Details:

Black Country Wheels, Unit 3/4 Gainsborough Trading Estate, Rufford Road, Stourbridge, West Midlands, DY9 7ND

Website: www.bcwschool.co.uk

Charity No. 1157795

Professional Advisors:

Bankers: Barclays Bank, 27 Queensway, Halesowen B63 4AE

Accountants: Sandwell Accountancy Services, 30 Upper High St, Cradley Heath B64 5HY

Insurances: KGJ Insurance Brokers (Stourbridge) Ltd, 2 Hagley Rd, Stourbridge DY8 1QG

Company registration number: 06608327

Charity registration number: 1157795

Black Country Wheels

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 June 2020

Black Country Wheels

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Black Country Wheels

Reference and Administrative Details

Trustees	Ms A Pejovic Mr P J Totney Mr M Bellis Mr R J Thomas
Senior Management Team	Mrs J Lear, Head Teacher Mrs C Dulson, School Business Manager Mr R Brown, Education Consultant
Principal Office	Gainsborough Trading Estate Rufford Road Stourbridge West Midlands DY9 7ND
Registered Office	Old Bank Buildings Upper High Street Cradley Heath West Midlands B64 5HY The charity is incorporated in England.
Company Registration Number	06608327
Charity Registration Number	1157795
Independent Examiner	Sandwell Accountancy Services Ltd Certified Public Accountants Old Bank Buildings Upper High Street Cradley Heath West Midlands B64 5HY
Accountants	Sandwell Accountancy Services Limited Old Bank Buildings Upper High Street Cradley Heath West Midlands B64 5HY

Black Country Wheels

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 30 June 2020.

Objectives and activities

Objects and aims

To act as a resource for young people, within the West Midlands and surrounding areas, by providing advice and assistance and organizing programmes of physical, educational and other activities as a means of:

- Advancing in life and helping young people by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals.
- Advancing educational opportunities.
- Relieving unemployment.
- Providing recreational and leisure time activity in the interests of social welfare for young people who have need by reason of their age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such young people.

We aim to provide an Alternative Educational Offer within the surrounding areas for young people aged between 14 – 16 years old.

A full Trustees Report is available as a PDF from the Charities Commission website

Public benefit

Students continue to raise funds for various charitable organisations. This year support has again been given to Macmillan Cancer Support (£149 was raised).

Community relations were improved by offering a free of charge "Car Valeting Service" for workers on the industrial estate. This proved to be popular and provided students with the opportunity to produce advertising posters to publicise the event. Litter picks around communal areas have also been a feature of this years work.

Social Enterprise Activities have concentrated upon the production of bird boxes, planters and the cultivation of flowers, small shrubs, fruit and vegetables. Pre-planted containers have been for sale to local businesses who share the industrial estate.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Financial review

Policy on reserves

The Trustees are cognizant that the local authority funding is crucial for the solvency of the school and should this be withdrawn then closure would swiftly follow.

It has been decided that reserves of approximately £200,000 of this funding should be held to off-set any such situation. These funds would allow the school to maintain teaching staff in post for the short term whilst alternative funding is sourced. This reserve will allow the school to provide education for those students remaining on roll and continue to operate.

Black Country Wheels

Trustees' Report

Structure, governance and management Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The annual report was approved by the trustees of the charity on and signed on its behalf by:

.....
Mr M Bellis
Trustee

Black Country Wheels

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Black Country Wheels for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on and signed on its behalf by:

.....
Mr M Bellis
Trustee

Black Country Wheels

Independent Examiner's Report to the trustees of Black Country Wheels

I report to the charity trustees on my examination of the accounts of the charity for the year ended 30 June 2020 which are set out on pages 6 to 20.

Respective responsibilities of trustees and examiner

As the charity's trustees of Black Country Wheels (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of Black Country Wheels are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since Black Country Wheels's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Certified Public Accountants, which is one of the listed bodies.

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 Black Country Wheels as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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.

.....
Sandwell Accountancy Services Limited
Certified Public Accountants
The Association of Certified Public Accountants

Old Bank Buildings
Upper High Street
Cradley Heath
West Midlands
B64 5HY

Date:

Black Country Wheels

Statement of Financial Activities for the Year Ended 30 June 2020 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2020 £
Income and Endowments from:			
Donations and legacies	3	5,404	5,404
Charitable activities	4	<u>559,421</u>	<u>559,421</u>
Total income		<u>564,825</u>	<u>564,825</u>
Expenditure on:			
Raising funds	5	(91)	(91)
Charitable activities	6	<u>(550,691)</u>	<u>(550,691)</u>
Total expenditure		<u>(550,782)</u>	<u>(550,782)</u>
Net income		<u>14,043</u>	<u>14,043</u>
Net movement in funds		14,043	14,043
Reconciliation of funds			
Total funds brought forward		<u>487,784</u>	<u>487,784</u>
Total funds carried forward	17	<u><u>501,827</u></u>	<u><u>501,827</u></u>

	Note	Unrestricted funds £	Total 2019 £
Income and Endowments from:			
Donations and legacies	3	3,521	3,521
Charitable activities	4	<u>647,935</u>	<u>647,935</u>
Total income		<u>651,456</u>	<u>651,456</u>
Expenditure on:			
Raising funds	5	(170)	(170)
Charitable activities	6	<u>(498,216)</u>	<u>(498,216)</u>
Total expenditure		<u>(498,386)</u>	<u>(498,386)</u>
Net income		<u>153,070</u>	<u>153,070</u>
Net movement in funds		153,070	153,070
Reconciliation of funds			
Total funds brought forward		<u>334,714</u>	<u>334,714</u>
Total funds carried forward	17	<u><u>487,784</u></u>	<u><u>487,784</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

The notes on pages 9 to 20 form an integral part of these financial statements.

Black Country Wheels

Statement of Financial Activities for the Year Ended 30 June 2020 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

The funds breakdown for 2019 is shown in note 17.

The notes on pages 9 to 20 form an integral part of these financial statements.

Black Country Wheels

(Registration number: 06608327)
Balance Sheet as at 30 June 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	11	17,681	20,727
Current assets			
Debtors	12	43,574	49,042
Cash at bank and in hand	13	<u>472,161</u>	<u>440,046</u>
		515,735	489,088
Creditors: Amounts falling due within one year	14	<u>(31,589)</u>	<u>(22,031)</u>
Net current assets		<u>484,146</u>	<u>467,057</u>
Net assets		<u>501,827</u>	<u>487,784</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>501,827</u>	<u>487,784</u>
Total funds	17	<u>501,827</u>	<u>487,784</u>

For the financial year ending 30 June 2020 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 charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 6 to 20 were approved by the trustees, and authorised for issue on and signed on their behalf by:

.....
Mr M Bellis
Trustee

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

1 Charity status

The charity is limited by share capital, incorporated in England.

The address of its registered office is:

Old Bank Buildings
Upper High Street
Cradley Heath
West Midlands
B64 5HY

The principal place of business is:

Gainsborough Trading Estate
Rufford Road
Stourbridge
West Midlands
DY9 7ND

Authorised for issue date

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

Black Country Wheels meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Gifts in kind

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the Statement of Financial Activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £100.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	20% Reducing balance basis
Office equipment	20% Reducing balance basis
Motor vehicles	20% Reducing balance basis
Plant and machinery	20% Reducing balance basis

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Foreign exchange

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

Fund structure

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

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

- (a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.
- (b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.
- (c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).
- (d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.
- (e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.
- (f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Derivative financial instruments

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

3 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Grants, including capital grants;		
Government grants	2,393	2,393
Gifts in kind	3,011	3,011
Total for 2020	5,404	5,404
Total for 2019	3,521	3,521

4 Income from charitable activities

	Unrestricted funds General £	Total funds £
Running of educational scheme	559,421	559,421
Total for 2020	559,421	559,421
Total for 2019	647,935	647,935

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

5 Expenditure on raising funds

a) Investment management costs

	Note	Unrestricted funds General £	Total funds £
Allocated support costs		91	91
Total for 2020		<u>91</u>	<u>91</u>
Total for 2019		<u>170</u>	<u>170</u>
			Total costs £

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Running of educational scheme		21,495	21,495
Governance costs		529,196	529,196
Total for 2020		<u>550,691</u>	<u>550,691</u>
Total for 2019		<u>498,216</u>	<u>498,216</u>
			Total expenditure £

In addition to the expenditure analysed above, there are also governance costs of £529,196 (2019 - £475,253) which relate directly to charitable activities. See note for further details.

7 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

8 Staff costs

The aggregate payroll costs were as follows:

	2020 £	2019 £
Staff costs during the year were:		
Wages and salaries	266,942	229,140
Pension costs	4,192	2,648
Other staff costs	50,178	53,917
	<u>321,312</u>	<u>285,705</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2020 No	2019 No
Employees	<u>9</u>	<u>11</u>

8 (2019 - 7) of the above employees participated in the Defined Contribution Pension Schemes.

No employee received emoluments of more than £60,000 during the year.

9 Independent examiner's remuneration

	2020 £	2019 £
Examination of the financial statements	<u>4,148</u>	<u>4,973</u>

10 Taxation

The charity is a registered charity and is therefore exempt from taxation.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

11 Tangible fixed assets

	Fixtures and fittings £	Motor vehicles £	Total £
Cost			
At 1 July 2019	53,515	14,700	68,215
Additions	<u>1,122</u>	<u>-</u>	<u>1,122</u>
At 30 June 2020	<u>54,637</u>	<u>14,700</u>	<u>69,337</u>
Depreciation			
At 1 July 2019	35,491	11,997	47,488
Charge for the year	<u>3,753</u>	<u>415</u>	<u>4,168</u>
At 30 June 2020	<u>39,244</u>	<u>12,412</u>	<u>51,656</u>
Net book value			
At 30 June 2020	<u>15,393</u>	<u>2,288</u>	<u>17,681</u>
At 30 June 2019	<u>18,024</u>	<u>2,703</u>	<u>20,727</u>

12 Debtors

	2020 £	2019 £
Trade debtors	42,382	49,042
Accrued income	(15)	-
Other debtors	<u>1,207</u>	<u>-</u>
	<u>43,574</u>	<u>49,042</u>

13 Cash and cash equivalents

	2020 £	2019 £
Cash at bank	<u>472,161</u>	<u>440,046</u>

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

14 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	15,722	11,095
Other taxation and social security	11,633	6,191
Other creditors	933	736
Accruals	3,301	4,009
	<u>31,589</u>	<u>22,031</u>

15 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £4,192 (2019 - £2,648).

16 Share capital

17 Funds

	Balance at 1 July 2019 £	Incoming resources £	Resources expended £	Balance at 30 June 2020 £
Unrestricted funds				
General	<u>487,784</u>	<u>564,825</u>	<u>(550,782)</u>	<u>501,827</u>
	Balance at 1 July 2018 £	Incoming resources £	Resources expended £	Balance at 30 June 2019 £
Unrestricted funds				
General	<u>334,714</u>	<u>651,456</u>	<u>(498,386)</u>	<u>487,784</u>

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

18 Analysis of net assets between funds

	Unrestricted funds General £	Total funds at 30 June 2020 £
Tangible fixed assets	17,681	17,681
Current assets	515,735	515,735
Current liabilities	(31,589)	(31,589)
Total net assets	<u>501,827</u>	<u>501,827</u>
	Unrestricted funds General £	Total funds at 30 June 2019 £
Tangible fixed assets	20,727	20,727
Current assets	489,088	489,088
Current liabilities	(22,031)	(22,031)
Total net assets	<u>487,784</u>	<u>487,784</u>

19 Analysis of net funds

	At 1 July 2019 £	Financing cash flows £	At 30 June 2020 £
Cash at bank and in hand	<u>440,046</u>	<u>(440,046)</u>	<u>-</u>
Net debt	<u>440,046</u>	<u>(440,046)</u>	<u>-</u>
	At 1 July 2018 £		At 30 June 2019 £
Cash at bank and in hand	<u>440,046</u>		<u>440,046</u>
Net debt	<u>440,046</u>		<u>440,046</u>

Black Country Wheels

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	Total 2020 £	Total 2019 £
Income and Endowments from:		
Donations and legacies (analysed below)	5,404	3,521
Charitable activities (analysed below)	<u>559,421</u>	<u>647,935</u>
Total income	<u>564,825</u>	<u>651,456</u>
Expenditure on:		
Raising funds (analysed below)	(91)	(170)
Charitable activities (analysed below)	<u>(550,691)</u>	<u>(498,216)</u>
Total expenditure	<u>(550,782)</u>	<u>(498,386)</u>
Net income	<u>14,043</u>	<u>153,070</u>
Net movement in funds	14,043	153,070
Reconciliation of funds		
Total funds brought forward	<u>487,784</u>	<u>334,714</u>
Total funds carried forward	<u><u>501,827</u></u>	<u><u>487,784</u></u>

Black Country Wheels

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	Total 2020 £	Total 2019 £
<i>Donations and legacies</i>		
Appeals and donations	-	3,521
UK Government grants	2,393	-
Donated assets for use by the charity	3,011	-
	<u>5,404</u>	<u>3,521</u>
<i>Charitable activities</i>		
Primary purpose trading	56,483	45,169
Contractual income from government or public authorities	502,938	602,766
	<u>559,421</u>	<u>647,935</u>
<i>Raising funds</i>		
Travelling	-	(108)
Rent and rates	(91)	(68)
Travel and subsistence	-	20
The audit of the charity's annual accounts	-	(14)
	<u>(91)</u>	<u>(170)</u>
<i>Charitable activities</i>		
Purchases	(21,495)	(22,963)
Wages and salaries	(266,942)	(229,140)
Staff pensions (Defined contribution) - pension scheme 1	(4,192)	(2,648)
Subcontract cost	(41,972)	(46,067)
Staff training	(1,934)	(3,258)
Health and safety	(6,272)	(4,582)
Rent	(95,019)	(87,710)
Rates	(4,810)	(4,539)
Light, heat and power	(17,385)	(6,711)
Repairs and renewals	(8,873)	(11,004)
Telephone and fax	(11,028)	(12,508)
Computer software and maintenance costs	(1,657)	(4,571)
Printing, postage and stationery	(4,394)	(4,307)
Trade subscriptions	(5,042)	(2,407)
Hire of plant and machinery (Operating leases)	(27,253)	(24,662)
Sundry expenses	(322)	(376)
Cleaning	(5,933)	(5,228)
Motor expenses	(858)	(1,162)
Advertising	(675)	(2,625)
Staff entertaining (allowable for tax)	-	(10)
Independent examiner's fee	(4,148)	(4,973)
Professional indemnity insurance	(16,326)	(11,738)

This page does not form part of the statutory financial statements.

Black Country Wheels

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	Total 2020 £	Total 2019 £
Other interest payable	7	-
Depreciation of plant and machinery	(2,150)	(2,687)
Depreciation of fixtures and fittings	(250)	(312)
Depreciation of motor vehicles	(415)	(520)
Depreciation of office equipment	(1,353)	(1,508)
	<u>(550,691)</u>	<u>(498,216)</u>

	2020 Unrestricted General £	2020 Total £	Total 2019 £
Donations and legacies			
Appeals and donations	-	-	3,521
UK Government grants	2,393	2,393	-
Donated assets for use by the charity	3,011	3,011	-
	<u>5,404</u>	<u>5,404</u>	<u>3,521</u>

	2020 Unrestricted General £	2020 Total £	Total 2019 £
Charitable activities			
Primary purpose trading	56,483	56,483	45,169
Contractual income from government or public authorities	502,938	502,938	602,766
	<u>559,421</u>	<u>559,421</u>	<u>647,935</u>
			<u>2020</u>
			Total £

Raising funds

Rent and rates	<u>(91)</u>
	<u>(91)</u>

This page does not form part of the statutory financial statements.

Black Country Wheels

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	2020 Unrestricted	2020	Total 2019
	General £	Total £	£
<i>Charitable activities</i>			
Purchases	(21,495)	(21,495)	(22,963)
Wages and salaries	(266,942)	(266,942)	(229,140)
Staff pensions (Defined contribution) - pension scheme 1	(4,192)	(4,192)	(2,648)
Subcontract cost	(41,972)	(41,972)	(46,067)
Staff training	(1,934)	(1,934)	(3,258)
Health and safety	(6,272)	(6,272)	(4,582)
Rent	(95,019)	(95,019)	(87,710)
Rates	(4,810)	(4,810)	(4,539)
Light, heat and power	(17,385)	(17,385)	(6,711)
Repairs and renewals	(8,873)	(8,873)	(11,004)
Telephone and fax	(11,028)	(11,028)	(12,508)
Computer software and maintenance costs	(1,657)	(1,657)	(4,571)
Printing, postage and stationery	(4,394)	(4,394)	(4,307)
Trade subscriptions	(5,042)	(5,042)	(2,407)
Hire of plant and machinery (Operating leases)	(27,253)	(27,253)	(24,662)
Sundry expenses	(322)	(322)	(376)
Cleaning	(5,933)	(5,933)	(5,228)
Motor expenses	(858)	(858)	(1,162)
Advertising	(675)	(675)	(2,625)
Staff entertaining (allowable for tax)	-	-	(10)
Independent examiner's fee	(4,148)	(4,148)	(4,973)
Professional indemnity insurance	(16,326)	(16,326)	(11,738)
Other interest payable	7	7	-
Depreciation of plant and machinery	(2,150)	(2,150)	(2,687)
Depreciation of fixtures and fittings	(250)	(250)	(312)
Depreciation of motor vehicles	(415)	(415)	(520)
Depreciation of office equipment	(1,353)	(1,353)	(1,508)
	<u>(550,691)</u>	<u>(550,691)</u>	<u>(498,216)</u>
			2020
			Total
			£
<i>Governance costs</i>			
Wages and salaries			(266,942)
Staff pensions (Defined contribution) - pension scheme 1			(4,192)
Subcontract cost			(41,972)

This page does not form part of the statutory financial statements.

Black Country Wheels

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	2020
	Total
	£
Staff training	(1,934)
Health and safety	(6,272)
Rent	(95,019)
Rates	(4,810)
Light, heat and power	(17,385)
Repairs and renewals	(8,873)
Telephone and fax	(11,028)
Computer software and maintenance costs	(1,657)
Printing, postage and stationery	(4,394)
Trade subscriptions	(5,042)
Hire of plant and machinery (Operating leases)	(27,253)
Sundry expenses	(322)
Cleaning	(5,933)
Motor expenses	(858)
Advertising	(675)
Independent examiner's fee	(4,148)
Professional indemnity insurance	(16,326)
Other interest payable	7
Depreciation of plant and machinery	(2,150)
Depreciation of fixtures and fittings	(250)
Depreciation of motor vehicles	(415)
Depreciation of office equipment	(1,353)
	<u>(529,196)</u>

Company registration number: 06608327

Charity registration number: 1157795

Black Country Wheels

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 June 2020

Black Country Wheels

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Black Country Wheels

Reference and Administrative Details

Trustees	Ms A Pejovic Mr P J Totney Mr M Bellis Mr R J Thomas
Senior Management Team	Mrs J Lear, Head Teacher Mrs C Dulson, School Business Manager Mr R Brown, Education Consultant
Principal Office	Gainsborough Trading Estate Rufford Road Stourbridge West Midlands DY9 7ND
Registered Office	Old Bank Buildings Upper High Street Cradley Heath West Midlands B64 5HY The charity is incorporated in England.
Company Registration Number	06608327
Charity Registration Number	1157795
Independent Examiner	Sandwell Accountancy Services Ltd Certified Public Accountants Old Bank Buildings Upper High Street Cradley Heath West Midlands B64 5HY
Accountants	Sandwell Accountancy Services Limited Old Bank Buildings Upper High Street Cradley Heath West Midlands B64 5HY

Black Country Wheels

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 30 June 2020.

Objectives and activities

Objects and aims

To act as a resource for young people, within the West Midlands and surrounding areas, by providing advice and assistance and organizing programmes of physical, educational and other activities as a means of:

- Advancing in life and helping young people by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals.
- Advancing educational opportunities.
- Relieving unemployment.
- Providing recreational and leisure time activity in the interests of social welfare for young people who have need by reason of their age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such young people.

We aim to provide an Alternative Educational Offer within the surrounding areas for young people aged between 14 – 16 years old.

A full Trustees Report is available as a PDF from the Charities Commission website

Public benefit

Students continue to raise funds for various charitable organisations. This year support has again been given to Macmillan Cancer Support (£149 was raised).

Community relations were improved by offering a free of charge "Car Valeting Service" for workers on the industrial estate. This proved to be popular and provided students with the opportunity to produce advertising posters to publicise the event. Litter picks around communal areas have also been a feature of this years work.

Social Enterprise Activities have concentrated upon the production of bird boxes, planters and the cultivation of flowers, small shrubs, fruit and vegetables. Pre-planted containers have been for sale to local businesses who share the industrial estate.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Financial review

Policy on reserves

The Trustees are cognizant that the local authority funding is crucial for the solvency of the school and should this be withdrawn then closure would swiftly follow.

It has been decided that reserves of approximately £200,000 of this funding should be held to off-set any such situation. These funds would allow the school to maintain teaching staff in post for the short term whilst alternative funding is sourced. This reserve will allow the school to provide education for those students remaining on roll and continue to operate.

Black Country Wheels

Trustees' Report

Structure, governance and management Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The annual report was approved by the trustees of the charity on and signed on its behalf by:

.....
Mr M Bellis
Trustee

Black Country Wheels

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Black Country Wheels for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on and signed on its behalf by:

.....
Mr M Bellis
Trustee

Black Country Wheels

Independent Examiner's Report to the trustees of Black Country Wheels

I report to the charity trustees on my examination of the accounts of the charity for the year ended 30 June 2020 which are set out on pages 6 to 20.

Respective responsibilities of trustees and examiner

As the charity's trustees of Black Country Wheels (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of Black Country Wheels are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since Black Country Wheels's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Certified Public Accountants, which is one of the listed bodies.

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 Black Country Wheels as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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.

.....
Sandwell Accountancy Services Limited
Certified Public Accountants
The Association of Certified Public Accountants

Old Bank Buildings
Upper High Street
Cradley Heath
West Midlands
B64 5HY

Date:.....

Black Country Wheels

Statement of Financial Activities for the Year Ended 30 June 2020 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2020 £
Income and Endowments from:			
Donations and legacies	3	5,404	5,404
Charitable activities	4	<u>559,421</u>	<u>559,421</u>
Total income		<u>564,825</u>	<u>564,825</u>
Expenditure on:			
Raising funds	5	(91)	(91)
Charitable activities	6	<u>(550,691)</u>	<u>(550,691)</u>
Total expenditure		<u>(550,782)</u>	<u>(550,782)</u>
Net income		<u>14,043</u>	<u>14,043</u>
Net movement in funds		14,043	14,043
Reconciliation of funds			
Total funds brought forward		<u>487,784</u>	<u>487,784</u>
Total funds carried forward	17	<u><u>501,827</u></u>	<u><u>501,827</u></u>

	Note	Unrestricted funds £	Total 2019 £
Income and Endowments from:			
Donations and legacies	3	3,521	3,521
Charitable activities	4	<u>647,935</u>	<u>647,935</u>
Total income		<u>651,456</u>	<u>651,456</u>
Expenditure on:			
Raising funds	5	(170)	(170)
Charitable activities	6	<u>(498,216)</u>	<u>(498,216)</u>
Total expenditure		<u>(498,386)</u>	<u>(498,386)</u>
Net income		<u>153,070</u>	<u>153,070</u>
Net movement in funds		153,070	153,070
Reconciliation of funds			
Total funds brought forward		<u>334,714</u>	<u>334,714</u>
Total funds carried forward	17	<u><u>487,784</u></u>	<u><u>487,784</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

The notes on pages 9 to 20 form an integral part of these financial statements.

Black Country Wheels

Statement of Financial Activities for the Year Ended 30 June 2020 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

The funds breakdown for 2019 is shown in note 17.

The notes on pages 9 to 20 form an integral part of these financial statements.

Black Country Wheels

(Registration number: 06608327)
Balance Sheet as at 30 June 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	11	17,681	20,727
Current assets			
Debtors	12	43,574	49,042
Cash at bank and in hand	13	472,161	440,046
		515,735	489,088
Creditors: Amounts falling due within one year	14	(31,589)	(22,031)
Net current assets		484,146	467,057
Net assets		501,827	487,784
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		501,827	487,784
Total funds	17	501,827	487,784

For the financial year ending 30 June 2020 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 charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 6 to 20 were approved by the trustees, and authorised for issue on and signed on their behalf by:

.....
Mr M Bellis
Trustee

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

1 Charity status

The charity is limited by share capital, incorporated in England.

The address of its registered office is:

Old Bank Buildings
Upper High Street
Cradley Heath
West Midlands
B64 5HY

The principal place of business is:

Gainsborough Trading Estate
Rufford Road
Stourbridge
West Midlands
DY9 7ND

Authorised for issue date

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

Black Country Wheels meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Gifts in kind

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the Statement of Financial Activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £100.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	20% Reducing balance basis
Office equipment	20% Reducing balance basis
Motor vehicles	20% Reducing balance basis
Plant and machinery	20% Reducing balance basis

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Foreign exchange

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

Fund structure

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

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

- (a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.
- (b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.
- (c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).
- (d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.
- (e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.
- (f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

Derivative financial instruments

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

3 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Grants, including capital grants;		
Government grants	2,393	2,393
Gifts in kind	3,011	3,011
Total for 2020	5,404	5,404
Total for 2019	3,521	3,521

4 Income from charitable activities

	Unrestricted funds General £	Total funds £
Running of educational scheme	559,421	559,421
Total for 2020	559,421	559,421
Total for 2019	647,935	647,935

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

5 Expenditure on raising funds

a) Investment management costs

	Note	Unrestricted funds General £	Total funds £
Allocated support costs		91	91
Total for 2020		<u>91</u>	<u>91</u>
Total for 2019		<u>170</u>	<u>170</u>
			Total costs £

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Running of educational scheme		21,495	21,495
Governance costs		529,196	529,196
Total for 2020		<u>550,691</u>	<u>550,691</u>
Total for 2019		<u>498,216</u>	<u>498,216</u>
			Total expenditure £

In addition to the expenditure analysed above, there are also governance costs of £529,196 (2019 - £475,253) which relate directly to charitable activities. See note for further details.

7 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

8 Staff costs

The aggregate payroll costs were as follows:

	2020 £	2019 £
Staff costs during the year were:		
Wages and salaries	266,942	229,140
Pension costs	4,192	2,648
Other staff costs	50,178	53,917
	<u>321,312</u>	<u>285,705</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2020 No	2019 No
Employees	<u>9</u>	<u>11</u>

8 (2019 - 7) of the above employees participated in the Defined Contribution Pension Schemes.

No employee received emoluments of more than £60,000 during the year.

9 Independent examiner's remuneration

	2020 £	2019 £
Examination of the financial statements	<u>4,148</u>	<u>4,973</u>

10 Taxation

The charity is a registered charity and is therefore exempt from taxation.

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

11 Tangible fixed assets

	Fixtures and fittings £	Motor vehicles £	Total £
Cost			
At 1 July 2019	53,515	14,700	68,215
Additions	<u>1,122</u>	<u>-</u>	<u>1,122</u>
At 30 June 2020	<u>54,637</u>	<u>14,700</u>	<u>69,337</u>
Depreciation			
At 1 July 2019	35,491	11,997	47,488
Charge for the year	<u>3,753</u>	<u>415</u>	<u>4,168</u>
At 30 June 2020	<u>39,244</u>	<u>12,412</u>	<u>51,656</u>
Net book value			
At 30 June 2020	<u>15,393</u>	<u>2,288</u>	<u>17,681</u>
At 30 June 2019	<u>18,024</u>	<u>2,703</u>	<u>20,727</u>

12 Debtors

	2020 £	2019 £
Trade debtors	42,382	49,042
Accrued income	(15)	-
Other debtors	<u>1,207</u>	<u>-</u>
	<u>43,574</u>	<u>49,042</u>

13 Cash and cash equivalents

	2020 £	2019 £
Cash at bank	<u>472,161</u>	<u>440,046</u>

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

14 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	15,722	11,095
Other taxation and social security	11,633	6,191
Other creditors	933	736
Accruals	3,301	4,009
	<u>31,589</u>	<u>22,031</u>

15 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £4,192 (2019 - £2,648).

16 Share capital

17 Funds

	Balance at 1 July 2019 £	Incoming resources £	Resources expended £	Balance at 30 June 2020 £
Unrestricted funds				
General	<u>487,784</u>	<u>564,825</u>	<u>(550,782)</u>	<u>501,827</u>
	Balance at 1 July 2018 £	Incoming resources £	Resources expended £	Balance at 30 June 2019 £
Unrestricted funds				
General	<u>334,714</u>	<u>651,456</u>	<u>(498,386)</u>	<u>487,784</u>

Black Country Wheels

Notes to the Financial Statements for the Year Ended 30 June 2020

18 Analysis of net assets between funds

	Unrestricted funds General £	Total funds at 30 June 2020 £
Tangible fixed assets	17,681	17,681
Current assets	515,735	515,735
Current liabilities	(31,589)	(31,589)
Total net assets	<u>501,827</u>	<u>501,827</u>
	Unrestricted funds General £	Total funds at 30 June 2019 £
Tangible fixed assets	20,727	20,727
Current assets	489,088	489,088
Current liabilities	(22,031)	(22,031)
Total net assets	<u>487,784</u>	<u>487,784</u>

19 Analysis of net funds

	At 1 July 2019 £	Financing cash flows £	At 30 June 2020 £
Cash at bank and in hand	<u>440,046</u>	<u>(440,046)</u>	<u>-</u>
Net debt	<u>440,046</u>	<u>(440,046)</u>	<u>-</u>
	At 1 July 2018 £		At 30 June 2019 £
Cash at bank and in hand	<u>440,046</u>		<u>440,046</u>
Net debt	<u>440,046</u>		<u>440,046</u>

Black Country Wheels

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	Total 2020 £	Total 2019 £
Income and Endowments from:		
Donations and legacies (analysed below)	5,404	3,521
Charitable activities (analysed below)	<u>559,421</u>	<u>647,935</u>
Total income	<u>564,825</u>	<u>651,456</u>
Expenditure on:		
Raising funds (analysed below)	(91)	(170)
Charitable activities (analysed below)	<u>(550,691)</u>	<u>(498,216)</u>
Total expenditure	<u>(550,782)</u>	<u>(498,386)</u>
Net income	<u>14,043</u>	<u>153,070</u>
Net movement in funds	14,043	153,070
Reconciliation of funds		
Total funds brought forward	<u>487,784</u>	<u>334,714</u>
Total funds carried forward	<u><u>501,827</u></u>	<u><u>487,784</u></u>

Black Country Wheels

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	Total 2020 £	Total 2019 £
<i>Donations and legacies</i>		
Appeals and donations	-	3,521
UK Government grants	2,393	-
Donated assets for use by the charity	3,011	-
	<u>5,404</u>	<u>3,521</u>
<i>Charitable activities</i>		
Primary purpose trading	56,483	45,169
Contractual income from government or public authorities	502,938	602,766
	<u>559,421</u>	<u>647,935</u>
<i>Raising funds</i>		
Travelling	-	(108)
Rent and rates	(91)	(68)
Travel and subsistence	-	20
The audit of the charity's annual accounts	-	(14)
	<u>(91)</u>	<u>(170)</u>
<i>Charitable activities</i>		
Purchases	(21,495)	(22,963)
Wages and salaries	(266,942)	(229,140)
Staff pensions (Defined contribution) - pension scheme 1	(4,192)	(2,648)
Subcontract cost	(41,972)	(46,067)
Staff training	(1,934)	(3,258)
Health and safety	(6,272)	(4,582)
Rent	(95,019)	(87,710)
Rates	(4,810)	(4,539)
Light, heat and power	(17,385)	(6,711)
Repairs and renewals	(8,873)	(11,004)
Telephone and fax	(11,028)	(12,508)
Computer software and maintenance costs	(1,657)	(4,571)
Printing, postage and stationery	(4,394)	(4,307)
Trade subscriptions	(5,042)	(2,407)
Hire of plant and machinery (Operating leases)	(27,253)	(24,662)
Sundry expenses	(322)	(376)
Cleaning	(5,933)	(5,228)
Motor expenses	(858)	(1,162)
Advertising	(675)	(2,625)
Staff entertaining (allowable for tax)	-	(10)
Independent examiner's fee	(4,148)	(4,973)
Professional indemnity insurance	(16,326)	(11,738)

This page does not form part of the statutory financial statements.

Black Country Wheels

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	Total 2020 £	Total 2019 £
Other interest payable	7	-
Depreciation of plant and machinery	(2,150)	(2,687)
Depreciation of fixtures and fittings	(250)	(312)
Depreciation of motor vehicles	(415)	(520)
Depreciation of office equipment	(1,353)	(1,508)
	<u>(550,691)</u>	<u>(498,216)</u>

	2020 Unrestricted General £	2020 Total £	Total 2019 £
Donations and legacies			
Appeals and donations	-	-	3,521
UK Government grants	2,393	2,393	-
Donated assets for use by the charity	3,011	3,011	-
	<u>5,404</u>	<u>5,404</u>	<u>3,521</u>

	2020 Unrestricted General £	2020 Total £	Total 2019 £
Charitable activities			
Primary purpose trading	56,483	56,483	45,169
Contractual income from government or public authorities	502,938	502,938	602,766
	<u>559,421</u>	<u>559,421</u>	<u>647,935</u>
			<u>2020</u>
			Total £

Raising funds

Rent and rates	<u>(91)</u>
	<u>(91)</u>

This page does not form part of the statutory financial statements.

Black Country Wheels

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	2020 Unrestricted	2020	Total 2019
	General £	Total £	£
<i>Charitable activities</i>			
Purchases	(21,495)	(21,495)	(22,963)
Wages and salaries	(266,942)	(266,942)	(229,140)
Staff pensions (Defined contribution) - pension scheme 1	(4,192)	(4,192)	(2,648)
Subcontract cost	(41,972)	(41,972)	(46,067)
Staff training	(1,934)	(1,934)	(3,258)
Health and safety	(6,272)	(6,272)	(4,582)
Rent	(95,019)	(95,019)	(87,710)
Rates	(4,810)	(4,810)	(4,539)
Light, heat and power	(17,385)	(17,385)	(6,711)
Repairs and renewals	(8,873)	(8,873)	(11,004)
Telephone and fax	(11,028)	(11,028)	(12,508)
Computer software and maintenance costs	(1,657)	(1,657)	(4,571)
Printing, postage and stationery	(4,394)	(4,394)	(4,307)
Trade subscriptions	(5,042)	(5,042)	(2,407)
Hire of plant and machinery (Operating leases)	(27,253)	(27,253)	(24,662)
Sundry expenses	(322)	(322)	(376)
Cleaning	(5,933)	(5,933)	(5,228)
Motor expenses	(858)	(858)	(1,162)
Advertising	(675)	(675)	(2,625)
Staff entertaining (allowable for tax)	-	-	(10)
Independent examiner's fee	(4,148)	(4,148)	(4,973)
Professional indemnity insurance	(16,326)	(16,326)	(11,738)
Other interest payable	7	7	-
Depreciation of plant and machinery	(2,150)	(2,150)	(2,687)
Depreciation of fixtures and fittings	(250)	(250)	(312)
Depreciation of motor vehicles	(415)	(415)	(520)
Depreciation of office equipment	(1,353)	(1,353)	(1,508)
	<u>(550,691)</u>	<u>(550,691)</u>	<u>(498,216)</u>
			2020
			Total
			£
<i>Governance costs</i>			
Wages and salaries			(266,942)
Staff pensions (Defined contribution) - pension scheme 1			(4,192)
Subcontract cost			(41,972)

This page does not form part of the statutory financial statements.

Black Country Wheels

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	2020
	Total
	£
Staff training	(1,934)
Health and safety	(6,272)
Rent	(95,019)
Rates	(4,810)
Light, heat and power	(17,385)
Repairs and renewals	(8,873)
Telephone and fax	(11,028)
Computer software and maintenance costs	(1,657)
Printing, postage and stationery	(4,394)
Trade subscriptions	(5,042)
Hire of plant and machinery (Operating leases)	(27,253)
Sundry expenses	(322)
Cleaning	(5,933)
Motor expenses	(858)
Advertising	(675)
Independent examiner's fee	(4,148)
Professional indemnity insurance	(16,326)
Other interest payable	7
Depreciation of plant and machinery	(2,150)
Depreciation of fixtures and fittings	(250)
Depreciation of motor vehicles	(415)
Depreciation of office equipment	(1,353)
	<u>(529,196)</u>