

REGISTERED COMPANY NUMBER: 05263412 (England and Wales)
REGISTERED CHARITY NUMBER: 1111472

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023
FOR
READING ROTARY COMMUNITY PROJECTS**

Vale & West
Chartered Accountants
Victoria House
26 Queen Victoria Street
Reading
Berkshire
RG1 1TG

READING ROTARY COMMUNITY PROJECTS

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READING ROTARY COMMUNITY PROJECTS

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 June 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's objects as amended by Special Resolution dated 14 February 2012 are:

To relieve financial hardship by the provision of accommodation in and around Berkshire.

To develop the capacity and skills of the members of the socially and economically disadvantaged community in and around Berkshire in such a way that they are better able to identify, and help meet, their needs and to participate more fully in society.

To advance education and to promote the mental, spiritual, moral and physical development and improvement of those undertaking community capacity building so as to develop their full capacities and so that their conditions of life may be improved.

To promote the efficiency and effectiveness of charities by the provision of accommodation for shared facilities and resources.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Charity owns five single bedded flats at Centenary House Reading let under a twenty one year lease ending in 2026 to Launchpad Reading (formerly Reading Single Homeless Project) charity number 279859.

A joint funding project with another local registered charity to construct a building for charitable use was completed in December 2018. Reading Rotary Community Projects provided a £300,000 financial loan to the other charity, secured on the property assets of that charity. During the year, the loan was repaid together with an uplift of £76,432.

During the year under review, the board has concentrated upon the management of existing property and awarding of grants.

FINANCIAL REVIEW

Financial position

The charity has performed in line with the Trustees expectation.

Investment policy and objectives

The charity seeks to hold its funds in an interest bearing account with a view to future investment in land and property in order to increase future earnings and enable additional investment in future projects in accordance with the objects of the charity.

FUTURE PLANS

The charity's fundraising will continue so that its objectives can be met.

READING ROTARY COMMUNITY PROJECTS

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Reading Rotary Community Projects is a company limited by guarantee governed by its Memorandum and Articles of Association dated 12 October 2004 as amended 14 February 2012. It is registered as a charity with the Charity Commission.

Appointment of trustees

The first trustees were appointed on 12 October 2004. The trustees can be appointed or removed by the governing body of the Rotary Club of Reading.

Organisation

The trustees meet half-yearly.

The board, which consists of unpaid volunteers with a variety of professional skills, has dealt with the setting up of the company and the project, administrative, compliance and regulatory issues. In addition it has monitored fund raising and publicity of its projects.

There are two executive directors and five non executive directors all appointed by the Rotary Club of Reading.

Risk management

The trustees have a risk management strategy which comprises:

1. An annual review of the risks the charity may face;
2. The establishment of systems and procedures to mitigate those risks identified in the plan;
3. The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05263412 (England and Wales)

Registered Charity number

1111472

Registered office

7 South Drive
Sonning
RG4 6GB

Trustees

P J Webb	Chairman	Executive	
J R L Brunnen	Executive		
Dr A P Cowling	Non-Executive		
A M Andrews	Non-Executive		
Rev A Haine	Non-Executive		
W H Montague	Non-Executive		
R Butler	Non-Executive	(resigned 30.6.23)	
H A Castelijns	Non-Executive		

Company Secretary

Dr A P Cowling

READING ROTARY COMMUNITY PROJECTS

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Vale & West
Chartered Accountants
Victoria House
26 Queen Victoria Street
Reading
Berkshire
RG1 1TG

Solicitors

Dexter Montague LLP
105 Oxford Road
Reading
RG1 7UD

Bankers

Handelsbanken plc
Apex Plaza
Forbury Road
Reading
RG1 1AX

Approved by order of the board of trustees on 5 December 2023 and signed on its behalf by:

Dr A P Cowling - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF READING ROTARY COMMUNITY PROJECTS

Independent examiner's report to the trustees of Reading Rotary Community Projects ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 June 2023.

Responsibilities and basis of report

As the charity's trustees of the Company (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 the Company 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

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

1. accounting records were not kept in respect of the Company 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.

Mr Lee Gardner FCA

Vale & West
Chartered Accountants
Victoria House
26 Queen Victoria Street
Reading
Berkshire
RG1 1TG

5 December 2023

READING ROTARY COMMUNITY PROJECTS

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 JUNE 2023

	Notes	30.6.23 Unrestricted fund £	30.6.22 Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	2	<u>123,312</u>	<u>55,889</u>
EXPENDITURE ON			
Charitable activities			
Donations		10,686	6,798
Other costs of charitable activities		7,139	5,085
Governance costs		2,388	1,355
Other		<u>14,351</u>	<u>-</u>
Total		<u>34,564</u>	<u>13,238</u>
Net gains on investments		<u>85,000</u>	<u>-</u>
NET INCOME		173,748	42,651
RECONCILIATION OF FUNDS			
Total funds brought forward		<u>735,627</u>	<u>692,976</u>
TOTAL FUNDS CARRIED FORWARD		<u>909,375</u>	<u>735,627</u>

The notes form part of these financial statements

READING ROTARY COMMUNITY PROJECTS

BALANCE SHEET 30 JUNE 2023

	Notes	30.6.23 Unrestricted fund £	30.6.22 Total funds £
FIXED ASSETS			
Investments			
Investments	5	-	300,000
Investment property	6	635,000	550,000
		<u>635,000</u>	<u>850,000</u>
CURRENT ASSETS			
Debtors	7	379,342	-
Cash at bank		28,047	36,387
		<u>407,389</u>	<u>36,387</u>
CREDITORS			
Amounts falling due within one year	8	(40,603)	(28,707)
		<u>366,786</u>	<u>7,680</u>
NET CURRENT ASSETS			
		<u>1,001,786</u>	<u>857,680</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>909,375</u>	<u>735,627</u>
CREDITORS			
Amounts falling due after more than one year	9	(92,411)	(122,053)
		<u>909,375</u>	<u>735,627</u>
NET ASSETS			
		<u>909,375</u>	<u>735,627</u>
FUNDS	12		
Unrestricted funds		909,375	735,627
TOTAL FUNDS		<u>909,375</u>	<u>735,627</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2023 in accordance with Section 476 of the Companies Act 2006.

The notes form part of these financial statements

READING ROTARY COMMUNITY PROJECTS

BALANCE SHEET - continued 30 JUNE 2023

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 5 December 2023 and were signed on its behalf by:

J R L Brunnen - Trustee

READING ROTARY COMMUNITY PROJECTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Investment property

The investment property is initially recognised at cost and subsequently revised to fair value at each balance sheet date. This represents a departure from the requirements of the Companies Act 2006. The trustees are of the opinion that it does not prejudice the true and fair view of the financial statements.

Taxation

The charity is exempt from corporation tax on its charitable activities. Tax has been provided for on gains from investment returns.

Fund accounting

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

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

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

READING ROTARY COMMUNITY PROJECTS

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 JUNE 2023

2. INVESTMENT INCOME

	30.6.23	30.6.22
	£	£
Rents received	45,889	55,889
Gain on sale of investment	76,432	-
Deposit account interest	991	-
	<u>123,312</u>	<u>55,889</u>

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 June 2023 nor for the year ended 30 June 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 June 2023 nor for the year ended 30 June 2022.

4. CHARITABLE ACTIVITIES

Grants paid

	30.6.23	30.6.22
	£	£
Benevolent Fund of the Rotary Club of Reading	2,736	300
Assisting Berkshire Children to Read	-	678
Laurel Park Football Club	450	350
Oxford Road Scout Group	-	490
Parents and Children Together (PACT)	-	1,000
Reading Mencap	-	1,000
Reading Refugee Support Group	-	1,000
Spotlight UK	300	1,480
Step by Step	500	-
Kids Cancer Charity	550	-
No5 Young People	1,000	-
MAP Club	500	-
Greyfriars Church	500	-
Victoria Park Community Group	450	-
Rotary Club of Reading Abbey	1,000	-
84th Reading Scout Group	700	-
Age UK Reading	1,000	-
The Communicare Trust	1,000	-
	<u>10,686</u>	<u>6,798</u>

Total Grants Paid

READING ROTARY COMMUNITY PROJECTS

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 30 JUNE 2023**

5. FIXED ASSET INVESTMENTS

	30.6.23	30.6.22
	£	£
Loans	-	300,000
	<u> </u>	<u> </u>
		Other
		loans
		£
At 1 July 2022		300,000
Other movements		(300,000)
		<u> </u>
At 30 June 2023		-
		<u> </u>

There were no investment assets outside the UK.

Investment Loan

A loan of £300,000 was made to another charity in 2018 and is secured on property assets of the other charity. The loan was repaid in March 2023.

6. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 July 2022	550,000
Revaluation	85,000
	<u> </u>
At 30 June 2023	635,000
	<u> </u>
NET BOOK VALUE	
At 30 June 2023	635,000
	<u> </u>
At 30 June 2022	550,000
	<u> </u>
Fair value at 30 June 2023 is represented by:	
	£
Valuation in 2023	85,000
Cost	550,000
	<u> </u>
	635,000
	<u> </u>

The investment property, Centenary House, was valued on an open market basis by the Trustees.

READING ROTARY COMMUNITY PROJECTS

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 30 JUNE 2023**

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.23	30.6.22
	£	£
Other debtors	379,342	-
	<u><u>379,342</u></u>	<u><u>-</u></u>

Other debtors consist of monies held on account by the Charity's Solicitors at the period end.

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.23	30.6.22
	£	£
Bank loans and overdrafts (see note 10)	16,071	18,929
Tax	14,351	-
Bank loan interest	1,622	1,091
Accruals and deferred income	8,559	8,687
	<u><u>40,603</u></u>	<u><u>28,707</u></u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	30.6.23	30.6.22
	£	£
Bank loans (see note 10)	92,411	122,053
	<u><u>92,411</u></u>	<u><u>122,053</u></u>

10. LOANS

An analysis of the maturity of loans is given below:

	30.6.23	30.6.22
	£	£
Amounts falling due within one year on demand:		
Bank loans	16,071	18,929
	<u><u>16,071</u></u>	<u><u>18,929</u></u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	16,071	18,929
	<u><u>16,071</u></u>	<u><u>18,929</u></u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	48,214	56,787
	<u><u>48,214</u></u>	<u><u>56,787</u></u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans - more than 5 years	28,126	46,337

READING ROTARY COMMUNITY PROJECTS

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 JUNE 2023

11. SECURED DEBTS

The following secured debts are included within creditors:

	30.6.23 £	30.6.22 £
Bank loans	<u>108,482</u>	<u>140,982</u>

The bank loan is secured by a first legal mortgage on the investment property and its associated assets and by a debenture on all the assets and undertakings of the company.

12. MOVEMENT IN FUNDS

	At 1.7.22 £	Net movement in funds £	At 30.6.23 £
Unrestricted funds			
General fund	735,627	173,748	909,375
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>735,627</u>	<u>173,748</u>	<u>909,375</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	123,312	(34,564)	85,000	173,748
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>123,312</u>	<u>(34,564)</u>	<u>85,000</u>	<u>173,748</u>

Comparatives for movement in funds

	At 1.7.21 £	Net movement in funds £	At 30.6.22 £
Unrestricted funds			
General fund	692,976	42,651	735,627
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>692,976</u>	<u>42,651</u>	<u>735,627</u>

READING ROTARY COMMUNITY PROJECTS

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 JUNE 2023

12. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	55,889	(13,238)	42,651
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>55,889</u>	<u>(13,238)</u>	<u>42,651</u>

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 June 2023.

READING ROTARY COMMUNITY PROJECTS

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 JUNE 2023

	30.6.23 £	30.6.22 £
INCOME AND ENDOWMENTS		
Investment income		
Rents received	45,889	55,889
Gain on sale of investment	76,432	-
Deposit account interest	991	-
	<u>123,312</u>	<u>55,889</u>
Total incoming resources	123,312	55,889
EXPENDITURE		
Charitable activities		
Interest payable	23	-
Bank charges & loan interest	7,049	5,025
Grants to institutions	10,686	6,798
	<u>17,758</u>	<u>11,823</u>
Other		
Tax on sale of investment	14,351	-
Support costs		
Finance		
Insurance	67	67
Bank charges	-	60
	<u>67</u>	<u>127</u>
Governance costs		
Accountancy fees	2,388	1,288
	<u>34,564</u>	<u>13,238</u>
Total resources expended	34,564	13,238
Net income before gains and losses	88,748	42,651
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	85,000	-
	<u>173,748</u>	<u>42,651</u>
Net income	173,748	42,651

This page does not form part of the statutory financial statements