

REGISTERED COMPANY NUMBER: 05170251 (England and Wales)
REGISTERED CHARITY NUMBER: 1105711

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 OCTOBER 2018
FOR
DEAL AND WALMER COMMUNITY ASSOCIATION**

DEAL AND WALMER COMMUNITY ASSOCIATION

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FOR THE YEAR ENDED 31 OCTOBER 2018**

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DEAL AND WALMER COMMUNITY ASSOCIATION

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 OCTOBER 2018**

TRUSTEES

Dr S B Williams
R Brown
M E Gregory (appointed 21.11.17)

COMPANY SECRETARY

Dr S B Williams

REGISTERED OFFICE

Waterfront
Kingsdown Road
Walmer
DEAL
Kent
CT14 7LL

REGISTERED COMPANY NUMBER

05170251 (England and Wales)

REGISTERED CHARITY NUMBER

1105711

INDEPENDENT EXAMINER

McCabe Ford Williams
Chartered Accountants
Charlton House
Dour Street
DOVER
Kent
CT16 1BL

DEAL AND WALMER COMMUNITY ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2018

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 31 October 2018. 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 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

To promote the benefit of the inhabitants of Deal and Walmer in the County of Kent and the neighbourhood without distinction of sex or political, religious or other opinions by associations and inhabitants in a common effort to advance education and to provide facilities in the interests of social welfare for recreation and leisure-time occupation with the objective of improving the conditions of life for said inhabitants.

To establish or to secure the establishment of a community centre and to maintain and manage or to co-operate with any local statutory authority in the maintenance and management of such a centre for activities promoted by the charitable company.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Landmark Centre has continued to be a venue for an increasing number of local groups, both regular and occasional. Some of these activities are private hires, for a variety of children's parties, anniversary and special events. Others are activity groups such as young people's dance groups, choirs, photography, wine-tasting, health and social care activities and events that raise money for other charities.

The charitable company has also continued operating a café on the premises with very reasonably-priced 'home'-cooked food as a way of serving the local community. During the year the café acted as an exhibition area for local artists. The premises is well-used by those shopping at the buoyant market every Saturday next door to the Centre. Our Landmark community garden is also a meeting point for local people and is supported by a number of volunteers and we are proud to say that it won regional horticultural awards. One of the rooms adjoining the café has been refurbished and was used during the year to support a newly-expanding well-being centre for local people facing mental health challenges. The charity was pleased to provide a subsidy to help get this service established.

The charity's trading subsidiary, Spires Hospitality (Deal) Ltd has continued to operate the bars for functions as well as providing a bar for locals and visitors open daytime and evenings. The new environment offers a family-friendly setting and as it gets established will be suitable for music and other activity evenings throughout the year.

During the year we were also pleased to welcome a new partnership with Deal Community Radio, who converted one of the side rooms into their broadcasting studio. They partnered with us for the launch of a new 'brand' for the bar and have hosted a popular Saturday morning drop-in for local residents to share views on a wide range of topics.

FINANCIAL REVIEW

Review of the year

Income from hall hire and rent has increased by 74% over the last two years and the café income has increased by 50% during this same period. This is an indication of the increasing confidence the local community has in the operation of the Centre and gives us a good basis from which to generate surpluses in coming years.

During the year the charity has continued to repay debts inherited from prior to the current directorship team. We have made this a priority and where necessary directors have made personal loans available, supplemented by several loans from local individuals. Our concern continues to be the historic poor maintenance of the building and the costs involved in remedying this. We have benefitted from the advice of fund-raising mentors from the charity Funding For All who have given guidance on the most helpful fundraising strategy.

DEAL AND WALMER COMMUNITY ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2018

FINANCIAL REVIEW

Investment policy and objectives

Under the memorandum and articles of association, the charitable company has the power to invest in any way the trustees wish.

The trustees, having regard to the liquidity requirements of operating the centre, and maintaining restricted funds separately, have whenever possible, operated a policy of keeping available funds in an interest bearing deposit account and seek to achieve the highest rate of deposit interest available commensurate with availability and convenience of management.

Reserves policy

The trustees have forecast the level of free reserves (that is those funds not tied up in fixed assets and designated and restricted funds) the charitable company will require to sustain its operations on a day to day basis. This would also meet unexpected repair costs to the building. The trustees estimate that £10,000 of free reserves will be required. It is the charitable company's aim that after a period of consolidation, there will be an opportunity to create these reserves.

FUTURE PLANS

The charity is working closely with Spires Hospitality (Deal) Ltd to develop the downstairs bar. We have learned more about the type of community bar that the Landmark can best provide and are placing an increasing emphasis on social events. Some repairs and decoration have been completed with thanks to Deal Town Council for their support. A new fund-raising initiative is planned to see repairs to the roof, which will allow significant internal decoration to be undertaken.

We have two new small rooms available for hire, with two others waiting to be freed up/decorated. The redecoration in our larger halls will allow us to launch marketing as a wedding venue. We expect this to offer a surplus that will continue to help our buildings maintenance and begin to allow repayment of some of our more recent loans.

The charity continues to benefit from extensive volunteer support including its directors and teams that support the maintenance of the building, the community garden and numerous activities.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charitable company is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

In the event of winding up, the liability of each member of the charitable company is limited to £10.

Recruitment and appointment of new trustees

As set out in the articles of association a trustee must be a natural person aged 18 or older, and a member of the charitable company.

All members are circulated with invitations to nominate trustees prior to the annual general meeting advising them of retiring trustees and requesting nominations for the annual general meeting. When considering co-opting trustees, the board has regard to the requirement for any specialist skills needed.

Organisational structure

The board of trustees, which must not be less than 3 members, administers the charitable company. The board now meets as regularly as needed and not less than once per quarter. They are supported by volunteers who cover membership, finance, liaison with clients, property maintenance, etc. To facilitate effective operations, volunteers can be given specific delegated authority, within terms of delegation approved by the trustees, for operational matters including finance and employment.

Induction and training of new trustees

New trustees undergo a briefing on their legal obligations under charity and company law, the content of the memorandum and articles of association, the committee and decision making processes, the business plan and recent financial performances of the charitable company.

DEAL AND WALMER COMMUNITY ASSOCIATION

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 OCTOBER 2018**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Trustees have assessed the major risks to which the charitable company is exposed, in particular those related to the operations and finances of the charitable company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Approved by order of the board of trustees on 31 July 2019 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'R Brown', with a long horizontal flourish extending to the right.

R Brown - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
DEAL AND WALMER COMMUNITY ASSOCIATION**

Independent examiner's report to the trustees of Deal and Walmer Community Association ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 October 2018.

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



Jonathan Fullarton BSc ACA
McCabe Ford Williams
Chartered Accountants
Charlton House
Dour Street
DOVER
Kent
CT16 1BL

31 July 2019

DEAL AND WALMER COMMUNITY ASSOCIATION

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2018**

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2018 Total funds £	2017 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies		2,077	-	-	2,077	7,019
Charitable activities	4					
Charitable activities		77,524	-	-	77,524	58,490
Other trading activities	3	74,620	-	-	74,620	70,658
Other income		1,452	-	-	1,452	153
Total		<u>155,673</u>	<u>-</u>	<u>-</u>	<u>155,673</u>	<u>136,320</u>
EXPENDITURE ON						
Raising funds		75,924	110	-	76,034	60,050
Charitable activities						
Charitable activities		56,360	-	6,810	63,170	87,975
Other		4,133	-	-	4,133	4,130
Total		<u>136,417</u>	<u>110</u>	<u>6,810</u>	<u>143,337</u>	<u>152,155</u>
NET INCOME/(EXPENDITURE)		<u>19,256</u>	<u>(110)</u>	<u>(6,810)</u>	<u>12,336</u>	<u>(15,835)</u>
RECONCILIATION OF FUNDS						
Total funds brought forward		(145,134)	291	423,308	278,465	294,300
TOTAL FUNDS CARRIED FORWARD		<u>(125,878)</u>	<u>181</u>	<u>416,498</u>	<u>290,801</u>	<u>278,465</u>

The notes form part of these financial statements

DEAL AND WALMER COMMUNITY ASSOCIATION

BALANCE SHEET AT 31 OCTOBER 2018

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2018 Total funds £	2017 Total funds £
FIXED ASSETS						
Tangible assets	9	841	-	416,498	417,339	424,569
Investments	10	10	-	-	10	10
		<u>851</u>	<u>-</u>	<u>416,498</u>	<u>417,349</u>	<u>424,579</u>
CURRENT ASSETS						
Stocks	11	600	-	-	600	500
Debtors	12	54,723	-	-	54,723	51,523
Cash at bank and in hand		1,580	291	-	1,871	2,277
		<u>56,903</u>	<u>291</u>	<u>-</u>	<u>57,194</u>	<u>54,300</u>
CREDITORS						
Amounts falling due within one year	13	(102,049)	(110)	-	(102,159)	(113,634)
		<u>(45,146)</u>	<u>181</u>	<u>-</u>	<u>(44,965)</u>	<u>(59,334)</u>
NET CURRENT ASSETS/(LIABILITIES)						
		(45,146)	181	-	(44,965)	(59,334)
TOTAL ASSETS LESS CURRENT LIABILITIES		(44,295)	181	416,498	372,384	365,245
CREDITORS						
Amounts falling due after more than one year	14	(81,583)	-	-	(81,583)	(86,780)
		<u>(125,878)</u>	<u>181</u>	<u>416,498</u>	<u>290,801</u>	<u>278,465</u>
NET ASSETS/(LIABILITIES)						
		(125,878)	181	416,498	290,801	278,465
FUNDS	16					
Unrestricted funds					(125,878)	(145,134)
Restricted funds					181	291
Endowment funds					416,498	423,308
TOTAL FUNDS					<u>290,801</u>	<u>278,465</u>

The notes form part of these financial statements

DEAL AND WALMER COMMUNITY ASSOCIATION

**BALANCE SHEET - CONTINUED
AT 31 OCTOBER 2018**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2018 in accordance with Section 476 of the Companies Act 2006.

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 special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 31 July 2019 and were signed on its behalf by:

A handwritten signature in black ink, appearing to read 'R Brown', written over a horizontal line.

R Brown -Trustee

The notes form part of these financial statements

DEAL AND WALMER COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2018

1. STATUTORY INFORMATION

Deal and Walmer Community Association is a charitable company, limited by guarantee, registered in England and Wales. The charitable company's registered number and registered office address can be found on the Reference and Administrative Details page.

The charity's place of business is The Landmark Centre, 129 High Street, Deal, Kent, CT14 6BB.

The presentation currency of the financial statements is the Pound Sterling (£).

2. 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 2015), 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 and the property which are included at market value.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Preparation of consolidated financial statements

The financial statements contain information about Deal and Walmer Community Association as an individual charity and do not contain consolidated financial information as the parent of a group. The charity is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

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.

No amounts are included in the financial statements for the services donated by volunteers.

Charitable trading activities

Rental income from the use of the Community Centre is included within incoming resources in the period in which the room is hired.

Donations, legacies and similar incoming resources

Donations, legacies and similar incoming resources are included in the period in which they are receivable, which is when the charitable company becomes entitled to the resources.

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.

DEAL AND WALMER COMMUNITY ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2018

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- Straight line over 15 years (heating improvements) and Straight line over 100 years (the property)
Fixtures, fittings and equipment	- Straight line over 4 years

Individual fixed assets costing £500 or more are capitalised at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

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 charitable company. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Endowment funds are related to assets which are core to the function of the charitable company. Although there is no general restriction on these funds, by their nature, they are not available for use by the trustees.

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

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged on a straight line basis over the period of the lease.

3. OTHER TRADING ACTIVITIES

	2018	2017
	£	£
Café sales	74,620	70,658

4. INCOME FROM CHARITABLE ACTIVITIES

	2018	2017
	£	£
Hire of halls	65,524	46,490
Rent from club	12,000	12,000
	<u>77,524</u>	<u>58,490</u>

test

DEAL AND WALMER COMMUNITY ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2018

5. NET INCOME/(EXPENDITURE)

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

	2018	2017
	£	£
Depreciation - owned assets	7,230	7,231
Independent Examiner - examination fee	<u>1,920</u>	<u>1,920</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 October 2018 nor for the year ended 31 October 2017.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 October 2018 nor for the year ended 31 October 2017.

7. STAFF COSTS

	2018	2017
	£	£
Wages and salaries	79,589	62,396
Other pension costs	694	204
	<u>80,283</u>	<u>62,600</u>

The average monthly number of employees during the year was as follows:

	2018	2017
	£	£
Administration	1	1
Café	8	7
Facilities	2	1
	<u>11</u>	<u>9</u>

No employee earned over £60,000 for the year ended 31 October 2018 nor for the year ended 31 October 2017.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	728	6,291	-	7,019
Charitable activities				
Charitable activities	58,490	-	-	58,490
Other trading activities	70,658	-	-	70,658
Other income	153	-	-	153

DEAL AND WALMER COMMUNITY ASSOCIATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2018**

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
Total	130,029	6,291	-	136,320
EXPENDITURE ON				
Raising funds	60,050	-	-	60,050
Charitable activities				
Charitable activities	71,944	9,221	6,810	87,975
Other	4,130	-	-	4,130
Total	136,124	9,221	6,810	152,155
NET INCOME/(EXPENDITURE)	(6,095)	(2,930)	(6,810)	(15,835)
RECONCILIATION OF FUNDS				
Total funds brought forward	(139,039)	3,221	430,118	294,300
TOTAL FUNDS CARRIED FORWARD	<u>(145,134)</u>	<u>291</u>	<u>423,308</u>	<u>278,465</u>

9. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures, fittings and equipment £	Totals £
COST			
At 1 November 2017 and 31 October 2018	<u>436,928</u>	<u>34,817</u>	<u>471,745</u>
DEPRECIATION			
At 1 November 2017	13,620	33,556	47,176
Charge for year	<u>6,810</u>	<u>420</u>	<u>7,230</u>
At 31 October 2018	<u>20,430</u>	<u>33,976</u>	<u>54,406</u>
NET BOOK VALUE			
At 31 October 2018	<u>416,498</u>	<u>841</u>	<u>417,339</u>
At 31 October 2017	<u>423,308</u>	<u>1,261</u>	<u>424,569</u>

Cost or valuation at 31 October 2018 is represented by:

	£
Valuation in 2015	(282,339)
Cost to 31.10.18	820,034
Depreciation to 31.10.18	(121,197)

DEAL AND WALMER COMMUNITY ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2018

9. TANGIBLE FIXED ASSETS - continued

416,498

If the freehold property had not been revalued it would have been included at the following historical cost:

	2018 £	2017 £
Cost	820,034	820,034
Depreciation	(121,197)	(114,387)
	<u>698,837</u>	<u>705,647</u>

10. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
MARKET VALUE	
At 1 November 2017 and 31 October 2018	<u>10</u>
NET BOOK VALUE	
At 31 October 2018	<u>10</u>
At 31 October 2017	<u>10</u>

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Spires Hospitality (Deal) Ltd
Nature of business: Hospitality services

	%		
Class of share:	holding		
Ordinary	100		
		31.10.18	31.10.17
		£	£
Aggregate capital and reserves		(56,762)	(54,927)
(Loss) for the year		<u>(1,835)</u>	<u>(26,537)</u>

DEAL AND WALMER COMMUNITY ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2018

11. STOCKS

	2018	2017
	£	£
Stocks	600	500
	<u>600</u>	<u>500</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Amounts owed by group undertakings	50,355	49,090
Sundry debtors	4,368	2,433
	<u>54,723</u>	<u>51,523</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Loans (see note 15)	57,883	56,474
Social security and other taxes	469	708
Other creditors and accruals	43,807	56,452
	<u>102,159</u>	<u>113,634</u>

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

	2018	2017
	£	£
Mortgage - 2-5 years	21,000	20,800
Mortgage - over 5 years	60,583	65,980
	<u>81,583</u>	<u>86,780</u>

The mortgage is secured on the freehold property. This is repayable within 13 years.

15. LOANS

An analysis of the maturity of loans is given below:

	2018	2017
	£	£
Amounts falling due within one year on demand:		
Mortgage	5,250	5,200
Other loans	52,633	51,274
	<u>57,883</u>	<u>56,474</u>

DEAL AND WALMER COMMUNITY ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2018

16. MOVEMENT IN FUNDS

	At 1.11.17 £	Net movement in funds £	At 31.10.18 £
Unrestricted funds			
General fund	(145,134)	19,256	(125,878)
Restricted funds			
General repairs	291	(110)	181
Endowment funds			
Endowment	423,308	(6,810)	416,498
TOTAL FUNDS	<u>278,465</u>	<u>12,336</u>	<u>290,801</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	155,673	(136,417)	19,256
Restricted funds			
General repairs	-	(110)	(110)
Endowment funds			
Endowment	-	(6,810)	(6,810)
TOTAL FUNDS	<u>155,673</u>	<u>(143,337)</u>	<u>12,336</u>

Comparatives for movement in funds

	At 1.11.16 £	Net movement in funds £	At 31.10.17 £
Unrestricted Funds			
General fund	(139,039)	(6,095)	(145,134)
Restricted Funds			
General repairs	3,221	(2,930)	291
Endowment funds			
Endowment	430,118	(6,810)	423,308
TOTAL FUNDS	<u>294,300</u>	<u>(15,835)</u>	<u>278,465</u>

DEAL AND WALMER COMMUNITY ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2018

16. 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	130,029	(136,124)	(6,095)
Restricted funds			
General repairs	6,291	(9,221)	(2,930)
Endowment funds			
Endowment	-	(6,810)	(6,810)
TOTAL FUNDS	<u>136,320</u>	<u>(152,155)</u>	<u>(15,835)</u>

Endowment fund

This fund relates to the Landmark Centre building which is core to the function of the charitable company.

Restricted funds

£291 of restricted funds are held at 31 October 2018. Of this, £181 is in respect of a memorial plaque that is to be made, and £110 is held to pay for a 'Musical Christmas Morning' event. The Charity received £nil (2017 - £291) restricted funds in the year.

17. RELATED PARTY DISCLOSURES

During the year £12,000 (2017 - £12,000) was charged to Spires Hospitality (Deal) Ltd, a subsidiary company, in respect of rent. Amounts totalling £10,735 (2017 - £3,047) were repaid to the charitable company. At the year end £50,355 (2017 - £49,090) was owed to the charitable company by Spires Hospitality (Deal) Ltd.

During the year the Life Giving Trust, of which Dr S B Williams is a trustee, loaned the charitable company amounts totalling £1,120 (2017 - £25,850). At the year end the charitable company owed the Life Giving Trust amounts totalling £48,620 (2017 - £47,500).

During the year a director loaned amounts totalling £239 (2017 - £3,624) to the charitable company. At the year end the charitable company owed £4,013 (2017 - £3,774) to the director.

18. GOING CONCERN

The charitable company has continuing incoming resources from the hire of its facilities, however previously high costs, put down to weak management, has led to current liabilities exceeding current assets.

The trustees have concluded that a material uncertainty exists that casts significant doubt upon the charitable company's ability to continue as a going concern and that, therefore, the charitable company may be unable to realise its assets and discharge its liabilities in the normal course of operating. However, given the continuing efforts to increase incoming resources and reducing costs, as detailed in the report of the trustees, the trustees continue to adopt the going concern basis of accounting.

DEAL AND WALMER COMMUNITY ASSOCIATION
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2018

	2018 £	2017 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations and grants	2,077	7,019
Other trading activities		
Café sales	74,620	70,658
Charitable activities		
Hire of halls	65,524	46,490
Rent from club	12,000	12,000
	<hr/> 77,524	<hr/> 58,490
Other income		
Other income	1,242	73
Subscriptions	210	80
	<hr/> 1,452	<hr/> 153
Total incoming resources	155,673	136,320
EXPENDITURE		
Other trading activities		
Opening stock	500	500
Café costs	21,697	19,164
Café wages	53,743	40,682
Pensions	694	204
Closing stock	(600)	(500)
	<hr/> 76,034	<hr/> 60,050
Charitable activities		
Wages	25,846	21,714
Insurance	5,523	5,528
Light, heat and water	14,688	23,741
Telephone	455	498
Postage and stationery	14	230
Sundries	1,629	1,081
Cleaning	1,951	2,097
Repairs and renewals	5,300	17,908
Other charitable expenditure	178	130
Depreciation of tangible fixed assets	7,230	7,231
Loan interest	203	3,611
Historical debt written off	(1,767)	-
	<hr/> 61,250	<hr/> 83,769

This page does not form part of the statutory financial statements

DEAL AND WALMER COMMUNITY ASSOCIATION
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2018

	2018 £	2017 £
Other		
Bank interest	60	105
Mortgage interest	4,073	4,025
	<u>4,133</u>	<u>4,130</u>
Support costs		
Governance costs		
Legal and professional fees	-	2,286
Independent examination fees	1,920	1,920
	<u>1,920</u>	<u>4,206</u>
Total resources expended	143,337	152,155
	<u> </u>	<u> </u>
Net income/(expenditure)	<u>12,336</u>	<u>(15,835)</u>

This page does not form part of the statutory financial statements