



MOORE Kingston Smith

Macclesfield Community Artspace

TRUSTEES' REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31st March 2019

Registered Charity No. 1153606

Registered Company No. 08290455

(England and Wales)

Macclesfield Community Artspace

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Macclesfield Community Artspace
Legal and Administrative Information

Trustees	A. J. Napier	Resigned 18 September 2018
	L. Lewis	(Secretary)
	D. Hamilton	
	S. Snowball	
	S. Ward	Resigned 15 May 2019
	R. Melville	Elected 18 September 2018
Principal Address	Unit 3, The Arsenal, Heapy Street, Macclesfield, SK11 7JB	
Independent Examiner	Moore Kingston Smith LLP 4 Victoria Square St Albans Hertfordshire AL1 3TF	
Principal Bankers	The Co-operative Bank P.O. Box 250, Delf House, Skelmersdale, WN8 6WT	
Registered Charity Number:	1153606	
Registered Company Number:	8290455	

The trustees present their report and the financial statements for the year ended 31st March 2019.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The company (08290455) was originally formed on incorporation on 12th November 2012. The company registered as a charity (1153606) in August 2013.

The company is governed by its Memorandum and Articles of Association which state that its objects are:

To promote for the benefit of the inhabitants of Macclesfield and the surrounding area the provision of community facilities for recreation or other leisure time occupation for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants, in particular but not exclusively by delivering a range of creative arts and community projects.

Recruitment and Appointment of Trustees

Trustees are recruited locally and refreshed annually in accordance with the governing document.

L. C. Lewis appointed November 2012

A. J. Napier appointed November 2012; resigned September 2018

S.P. Snowball appointed September 2013

S. Ward appointed May 2016; resigned May 2019

R. Melville appointed September 2018

Trustee Induction and Training

Trustees are encouraged to participate in the programmes of training provided by the CVS. This year CVS training courses were attended by Artspace volunteers. All trustees are acquainted with the responsibilities of their role and duties and provided with the relevant Charity Commission literature.

Risk Management

The charity recognises the importance of funding from multiple sources to ensure sustainability.

Organisational Structure

The charity is governed by the board of trustees who oversee the workings of the steering group and forum of the charities users.

OBJECTIVES AND STRATEGIES

The objects of the charity are: To promote for the benefit of the inhabitants of Macclesfield and the surrounding area the provision of community facilities for recreation or other leisure time occupation for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants, in particular but not exclusively by delivering a range of creative arts and community projects.

The principles of the charity include inclusivity, accessibility and recycling.

Staff and Volunteers

The charity operates totally through volunteers with the exception of occasional payment to professionals for specific projects. Without this valuable contribution of time and energy we would not have been able to achieve so much.

Objects and Strategy (continued)

ACHIEVEMENTS AND PERFORMANCE

Review April 2018 to March 2019

Artspace has continued over the year to become further recognised and acknowledged in the Macclesfield area for its importance in providing a venue for different sections and need groups in the community, including older people, people with learning difficulties, vulnerable adults, etc., to be creative utilising the resources. This is made possible from the support of our volunteers.

Public Benefit

The Trustees are aware of the guidance issued by the Charity Commission and the requirement of the Charities Act 2011 in respect of this.

The review of the charity's strategy and achievement shows that it is operating to provide public benefit and that its services are readily available to all those who need them.

Financial Review

Some unrestricted and restricted funds were carried over from the previous year. Funds had been received from Barnaby Festival for the event that took place in June 2018. Of the unrestricted funds carried over £3,500 was the reserve fund. During the period the main funding came from the Barnaby Festival for £3000. During the course of the year the charity raised funds through its own activities, friends scheme and donations and at the end of the year showed a surplus. The charity has no paid employees and the majority of expenditure was the provision of premises, materials and equipment.

The trustees would like to thank the Friends of Artspace for their support.

Reserves Policy

The Trustees set a reserves policy at their meeting in September 2015 to build up to at least 3 months general administrative running costs (£3,500) to be available in our general fund in readily realisable form to meet our increasing obligations. The charity's level of unrestricted reserves at 31 March 2019 was £6,038 and the level of restricted funds was £5,989.

Future Plans

The focus for 2019/20 is to increase the number of volunteers and further develop the range of activities to reach out to more people in disadvantaged communities and in social housing estates.

We are currently working to raise funds from various sources for Artspace to continue moving forwards with projects within the local community.

Macclesfield Community Artspace

Annual Report 2019 (continued)

RESPONSIBILITIES OF THE BOARD OF TRUSTEES

Company law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial period which gives a true and fair view of the charity's financial activities during the period and of its financial position at the end of the period. In preparing financial statements giving a true and fair view, the trustees should follow best practise and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practise 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 charity will continue in operation.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ensure that the financial statements comply with applicable law. They are also responsible for safeguarding the assets of the charity and hence for taking steps for the prevention and detection of fraud and other irregularities.

Approved by the Board of Trustees on 23/12/2019 and signed on its behalf by:

L. Lewis

L. Lewis (Secretary)

Independent Examiners' Report to Members of the Macclesfield Community Artspace

I report on the accounts of Macclesfield Community Artspace for the year ended 31st March 2019, which comprise the Statement of Financial Activities, Balance Sheet and related notes. These financial statements have been prepared in accordance with the accounting policies set out therein.

Respective Responsibilities of Trustees and Examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of Independent Examination

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanation from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

In accordance with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements;
 - to keep accounting records in accordance with section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Acthave not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Silvia Vitiello



For and on behalf of
Moore Kingston Smith LLP
Chartered Accountants

4 Victoria Square
St Albans
Hertfordshire AL1 3TF

31/12/19

Macclesfield Community Artspace
Statement of Financial Activities (Incorporating an Income and Expenditure Account)
For the year ended 31st March 2019

	Note	Unrestricted Funds £	2019 Restricted Funds £	Total Funds £	Unrestricted Funds £	2018 Restricted Funds £	Total Funds £
INCOME AND ENDOWMENTS FROM:							
Donations and legacies	2	7,079	-	7,079	6,968	830	7,798
Charitable activities	3	5,150	-	5,150	16,000	6,230	22,230
Other trading activities	4	13,816	5,022	18,838	5,843	9,738	15,581
Total		<u>26,045</u>	<u>5,022</u>	<u>31,067</u>	<u>28,811</u>	<u>16,798</u>	<u>45,609</u>
EXPENDITURE ON:							
Charitable activities	5	28,954	13,746	42,700	25,372	32,571	57,943
Total		<u>28,954</u>	<u>13,746</u>	<u>42,700</u>	<u>25,372</u>	<u>32,571</u>	<u>57,943</u>
Net Income		<u>(2,909)</u>	<u>(8,724)</u>	<u>(11,633)</u>	<u>3,439</u>	<u>(15,773)</u>	<u>(12,334)</u>
Fixed assets gains/(losses)		-	-	-	-	2,000	2,000
Transfers between funds		-	-	-	-	-	-
Net movement in funds		<u>(2,909)</u>	<u>(8,724)</u>	<u>(11,633)</u>	<u>3,439</u>	<u>(13,773)</u>	<u>(10,334)</u>
Reconciliation of funds:							
Total funds brought forward		8,942	14,713	23,655	5,503	28,486	33,989
Total funds carried forward	8	<u>6,033</u>	<u>5,989</u>	<u>12,022</u>	<u>8,942</u>	<u>14,713</u>	<u>23,655</u>

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

Macclesfield Community Artspace
Balance Sheet at 31 March 2019

	Note	2019 £	2018 £
Fixed Assets:			
Tangible Assets	7	1,600	2,000
Current Assets:			
Cash at bank and in hand		9,184	21,655
Debtors	8	1,238	-
<i>Total current assets</i>		<u>10,422</u>	<u>21,655</u>
Total net assets		<u><u>12,022</u></u>	<u><u>23,655</u></u>
The funds of the charity:			
Restricted funds	9	5,989	14,713
Unrestricted funds	9	<u>6,033</u>	<u>8,942</u>
Total Funds		<u><u>12,022</u></u>	<u><u>23,655</u></u>

For the financial period ended 31 March 2019 the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006. No member of the charitable company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the charitable company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the charitable company.

Approved by the Board of Trustees on ... 23/12/2019
and signed on its behalf by:

.....
L. Lewis
Secretary

Company number - 08290455

1 Accounting Policies**1.1 Basis of Preparation**

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The company is a public benefit entity for the purposes of FRS 102 and a registered charity established as a company limited by guarantee and therefore has also prepared its financial statements in accordance with the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (The FRS 102 Charities SORP), the Companies Act 2006 and Charities Act 2011.

The financial statements have been prepared under the historical cost convention.

1.2 Going concern

The trustees have assessed whether the use of going concern is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable company to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of the approval of these financial statements. In particular, the trustees have considered the charitable company's forecasts and projections. After making enquiries, the trustees have concluded that there is a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. The charitable company therefore continues to adopt the going concern basis in preparing its financial statements.

1.3 Incoming resources

All incoming resources are recognised in the period in which they are receivable which is when the charity becomes entitled to the resource. Income from grants, donations and fund raising is recorded in the financial period for which it was received.

1.4 Resources Expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Costs are apportioned between categories on a direct basis. Where costs are apportioned between these headings a consistent basis is used.

1.5 Fund Accounting

General unrestricted funds are those available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes.

1.6 Tangible fixed assets

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

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Motor vehicles 20% straight line

1.7 Impairment of fixed assets

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

1.8 Financial instruments**a. Cash and cash equivalents**

Cash and cash equivalents include cash at banks and in hand and short term deposits with a maturity date of three months or less.

1 Accounting Policies (continued)**1.9 Donated assets**

Donated fixed assets are recognised when the charity has control over expected economic benefits that flow from the donation, it is probable that economic benefits will flow to the charity and the fair value of the donated item can be measured reliably. Goods donated for on-going use by a charity in carrying out its activities are recognised as tangible fixed assets with the corresponding gain recognised as income from donations within the Statement of Financial Activities.

Notes to the financial statements**2 Donations and legacies**

	2019		2018	
	Unrestricted	Restricted	Unrestricted	Restricted
	£	£	£	£
Donations	3,625	-	3,465	830
Friends Scheme	3,454	-	3,503	-
	<u>7,079</u>	<u>-</u>	<u>6,968</u>	<u>830</u>

3 Income from charitable activities

	2019			2018		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
	£	£	£	£	£	£
Grants	<u>5,150</u>	<u>-</u>	<u>5,150</u>	<u>16,000</u>	<u>6,230</u>	<u>22,230</u>

4 Income from other trading activities

	2019			2018		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
	£	£	£	£	£	£
Events and Print Mill	<u>13,816</u>	<u>5,022</u>	<u>18,838</u>	<u>5,843</u>	<u>9,738</u>	<u>15,581</u>

5 Expenditure on charitable activities

	2019			2018		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
	£	£	£	£	£	£
Professional fees	4,807	610	5,417	2,241	11,730	13,971
Consumables	2,485	207	2,692	4,983	2,391	7,374
Tools and equipment	2,362	1,791	4,153	268	886	1,154
Property costs	8,304	1,500	9,804	11,997	4,830	16,827
Insurance	755	-	755	2,595	-	2,595
Telephone	1,077	-	1,077	591	-	591
Other expenses	8,593	9,638	18,231	2,378	12,734	15,112
Governance costs (note 6)	571	-	571	319	-	319
	<u>28,954</u>	<u>13,746</u>	<u>42,700</u>	<u>25,372</u>	<u>32,571</u>	<u>57,943</u>

Notes to the financial statements (Continued)

6 Governance costs

	2019 £	2018 £
Independent Examination	558	306
Companies House return	13	13
Total	571	319

7 Fixed Assets

	Motor £	Total £
Cost		
At 1 April 2018	2,000	2,000
Additions	-	-
At 31 March 2019	<u>2,000</u>	<u>2,000</u>
Depreciation		
At 1 April 2018	-	-
Depreciation charged in the year	400	400
At 31 March 2019	<u>400</u>	<u>400</u>
Carrying amount		
At 31 March 2019	<u>1,600</u>	<u>1,600</u>
At 31 March 2018	<u>2,000</u>	<u>2,000</u>

8 Debtors

	2019 £	2018 £
Other debtors	<u>1,238</u>	<u>-</u>

9 Funds

	Funds Brought Forward £	Income £	Expenditure £	Transfers £	Funds Carried Forward £
Restricted funds	12,713	5,022	(13,346)	-	4,389
Restricted fixed asset funds	2,000	-	(400)	-	1,600
Unrestricted funds	8,942	26,045	(28,954)	-	6,033
Total	<u>23,655</u>	<u>31,067</u>	<u>(42,700)</u>	<u>-</u>	<u>12,022</u>

10 Analysis of net assets between funds

	Unrestricted Funds 2019 £	Restricted Funds 2019 £	Total Funds 2019 £	Total 2018 £
Fixed Assets	-	1,600	1,600	2,000
Current assets	6,033	4,389	10,422	21,655
	<u>6,033</u>	<u>5,989</u>	<u>12,022</u>	<u>23,655</u>