

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

DIRECTORS REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST. MARCH, 2000.



REGISTERED NUMBER 3195860 (England & Wales)

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

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BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

DIRECTORS REPORT
FOR THE PERIOD ENDED 31ST. MARCH, 2000.

The directors present their report and the Accounts for the year ended 31st. March, 2000.

STATUTORY INFORMATION

Directors

K. Curtis (Chair)
Cllr. A.L. Davis (Vice Chair)
T.J. Coleman
M. Coleman
R. Edwards
Cllr. S.G. Gregory
O.K. Owen
M.J. Boyce
B. Hodder
T.M. Jones
L.J. O'Sullivan
L. Edwards
R. Barclay
K.J. Reardon

The company is Limited by guarantee and therefore there are no directors shareholdings.

Secretary

L. Britten

Registered Office

2/3, Commercial Place,
Mathewstown,
MOUNTAIN ASH.....CF45 4YR.

Registered Number

3195860

Registered Charity Number

1067535

Auditors

Barlow, Mendham & Co.,
Glandover House,
67, Bute Street,
ABERDARE.....CF44 7LD.

Bankers

Lloyds Bank Plc.,
ABERDARE.

Solicitors

A.F.Brooks & Co.

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

DIRECTORS REPORT

FOR THE YEAR ENDED 31ST. MARCH, 2000

continued

Principal Activities and Objectives

The company's principal concern is to provide the initial phases for longer term strategic revival of the immediate locality, following the decline caused by the loss of the dominant coal mining activities in the area around which the community had originally developed. This aim is being carried out via the provision of facilities in the interests of the advancement of education and social welfare with the purpose of improving the conditions and quality of life for residents of Bryncynon in the Rhondda Cynon Taff unitary authority area and to support self help initiatives within Bryncynon and surrounding areas.

The desired future includes first class facilities and opportunities to train for and secure work, healthy conditions at work and outside it, lifestyles that contribute to increased overall well being in the community and at work, an active community that encourages and nurtures ability, especially amongst the young and an "identification with success" for the area. Ultimately, the target is to channel towards cost effective, self sufficient operations, organised and run from within the community itself.

This strategy for Bryncynon is currently being carried out in the following ways:-

- 1) Life Long Learning/Community Education Programme
- 2) Youth Development Programme
- 3) Community Enterprise and Finance Programme
- 4) Childcare
- 5) Health

BRYNCYNON COMMUNITY REVIVAL STRATEGY LTD.

DIRECTORS REPORT

FOR THE YEAR ENDED 31ST. MARCH, 2000

continued

1) LIFE LONG LEARNING/COMMUNITY EDUCATION

Our aim is to improve confidence, quality of life, broaden horizons and improve employability by developing and offering a diverse learning programme based on assessed need. Bryncynon Community Revival Strategy has successfully implemented a wide range of accredited and non accredited vocational courses and has forged links with the University of Glamorgan and many community education programmes. We will continue to build upon previous success in the field of community education and will target education provision at all sectors of the community, running leisure and arts programmes alongside vocational skill development.

2) YOUTH DEVELOPMENT

Our aim is to engage with young people, identify needs and develop a programme of activities at the Bryncynon Centre to meet the needs and interests identified. Achievements to date include the establishment of computer clubs, youth drop in, drama group, issue based projects, play schemes, art projects and culture awareness projects. Future strategy will continue to provide opportunities to young people in relation to advice, guidance and training to prepare them for the world of work. Young people will be encouraged to be more proactive within the decision making process and implementation of the work of Bryncynon Community Revival Strategy.

3) COMMUNITY ENTERPRISE AND FINANCE

The strategy is continuing to develop a programme of community business development that will create further employment through a series of locally owned and controlled enterprises. We are one year into a two and a half year project to provide personal development, work skills and employment with the ultimate aim of creating a more self sustaining approach which will move the local community towards a self-reliant economy.

During the year, in addition to providing childcare facilities for the local community, a cafe was opened on the ground floor of the development centre and a wide range of support for local groups has been provided. Funding from the European Regional Development Fund was approved in order to assist with the continuing operation of Bryncynon Community Revival Strategy. We will continue to assist local groups and individuals and develop links with Employment Services and local employers in order to further the opportunities available for the local population.

4) CHILDCARE

Our aim is to continue to develop a childcare strategy for Bryncynon incorporating the current nursery, but focusing more on the requirements of the local community than on current limitations of provision. Over the year nursery place numbers have steadily increased and the nursery now employs three full time and three part time staff in addition to providing training placements.

5) HEALTH

Following the saving of the local health clinic from closure in 1998, Bryncynon Community Revival Strategy is keen to assist in the expansion of the range of opportunities on offer at the centre which is currently underused. We will continue to assess the health needs of the community and work towards alleviating the underlying problems which lead to ill health. It is important that effective alliances are forged which will further the development of local community health services.

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

DIRECTORS REPORT

FOR THE YEAR ENDED 31ST. MARCH, 2000

continued

FINANCIAL REVIEW

The results of the charity and its state of affairs at 31st. March 2000 can be seen from the Statement of Financial Activities and Balance Sheet on pages 7 and 8 and the accompanying notes on pages 9 to 13.

During the year a surplus of incoming resources over resources expended of £63,369 arose which has increased the accumulated fund of the charity to £163,337. Of this, an amount of £104,197 is in the form of restricted funds which are to be used for specific future expenditure under the terms of the relevant granting body. Restricted and unrestricted funds are represented in the Balance Sheet by tangible fixed assets of £64,844 and net current assets of £98,493 as at 31st. March 2000. At this date the charity had cash reserves (including the relevant restricted reserves) of £65,822. Also included in net current assets are grants receivable (within debtors) amounting to £41,613 which represents grants received after the year end but recognised in this period.

GRANT FUNDING

This organisation is dependent upon obtaining grant funding from various sources in order to finance its ongoing projects and costs. During the year grants received and receivable were obtained from the following sources:-

Children in Need	24,607
Lotteries Board	44,130
Henry Smith Foundation	50,000
Rhondda Cynon Taff Local Authority (S.D.S.)	9,000
Rhondda Cynon Taff (Youth Worker Grant)	2,500
European Social Fund	65,728
The Tudor Trust	20,000
Aberdare College	1,800
Rhondda Cynon Taff (Keystart)	12,600
European Regional Development Fund	42,202
Development Trust Association	592
Lloyds TSB	7,500
Interlink	60
Social Services (Nursery Grant)	399

	£281,118
	=====

CONSTITUTION AND GOVERNING DOCUMENT

The charity is incorporated as Company Limited by guarantee and is governed by the clauses set out in its Memorandum and Articles of Association.

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

DIRECTORS REPORT
FOR THE YEAR ENDED 31ST. MARCH, 2000
continued

STATEMENT OF DIRECTORS/TRUSTEES RESPONSIBILITIES

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year end and of its financial position at the end of the year (unless the charity is entitled to prepare accounts on the alternative receipts and payments basis). In preparing financial statements giving a true and fair view, the trustees should follow best practice 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 practice have been followed, subject to any departures disclosed and explained in the financial statements;
- 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 ascertain the financial position of the charity and which enable them to ensure that the financial statements comply with applicable law/regulations/trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

A resolution will be proposed at the annual general meeting that Barlow, Mendham & Co. be reappointed as auditors for the ensuing year.

The report of the directors/trustees has been prepared in accordance with Part VII of the Companies Act 1985 relating to Small Companies.

This report was approved by the board on 5/12/2000 and signed on its behalf.

.....Keri Curtis.....Director

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

REPORT OF THE AUDITORS TO THE MEMBERS OF

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

We have audited the financial statements on pages 7 to 13 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 9.

Respective Responsibilities of Directors and Auditors

As described on page 5 the trustees, who are also the directors of Bryncynon Community Revival Strategy, for the purposes of the Company law are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you.

Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the financial statements are free from material mis-statement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the charitable company's state of affairs as at 31st March 2000 and of its incoming resources and application of resources, including its income and expenditure in the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Barlow, Mendham & Co.
Accountants and Registered Auditor,
Glandover House
67, Bute Street,
Aberdare,
MID GLAM.

Date 5/12/2000

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**STATEMENT OF FINANCIAL ACTIVITIES****FOR THE PERIOD TO 31ST. MARCH, 2000.**

	<u>Notes</u>	<u>Unrestric.</u> <u>Funds</u>	<u>Restricted</u> <u>Funds</u>	<u>Total</u> <u>Funds</u> <u>2000</u>	<u>Total</u> <u>funds</u> <u>1999</u>
<u>INCOME AND EXPENDITURE</u>					
<u>Incoming Resources</u>					
Grant Funding	1, 8	51,601	229,517	281,118	120,946
Rents, Hire of Space		5,856	-	5,856	6,478
Fundraising		1,065	-	1,065	2,461
Tuition and Other Income		5,916	-	5,916	7,275
Playschemes & Childcare Activities		37,771	-	37,771	29,216
Cafe Income		10,926	-	10,926	-
Interest Received		2,199	-	2,199	1,707
Total Incoming Resources		<u>£115,334</u>	<u>£229,517</u>	<u>£344,851</u>	<u>£168,083</u>
<u>RESOURCES EXPENDED</u>					
Direct Charitable Expenditure		49,890	199,931	249,821	172,331
Management & Administration of the Charity		31,661	-	31,661	22,541
Total Resources Expended	2, 3	<u>£81,551</u>	<u>£199,931</u>	<u>£281,482</u>	<u>£194,872</u>
Net Incoming/(Outgoing) Resources before transfers		33,783	29,586	63,369	(26,789)
Transfer between funds		-	-	-	-
Net Income/(Outgoing) resources for the year		33,783	29,586	63,369	(26,789)
Other Recognised Gains & Losses		-	-	-	-
Net Movement in Funds		33,783	29,586	63,369	(26,789)
Balances brought forward at 1st. April, 1999.		25,357	74,611	99,968	126,757
Balances carried forward at 31st. March, 2000.		<u>£59,140</u>	<u>£104,197</u>	<u>£163,337</u>	<u>£99,968</u>

The notes on pages 9 to 13 form part of these financial statements

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**BALANCE SHEET**
AS AT 31ST. MARCH. 2000.

	<u>Notes</u>	<u>2000</u>	<u>1999</u>
<u>FIXED ASSETS</u>			
Tangible Fixed Assets	4	64,844	66,087
<u>CURRENT ASSETS</u>			
Stock	5	250	-
Debtors	6	44,680	3,675
Cash at bank and in hand		65,822	36,814
		-----	-----
		110,752	40,489
<u>CREDITORS: Amounts falling due within one year</u>			
	7	12,259	6,608
		-----	-----
<u>NET CURRENT ASSETS</u>		98,493	33,881
		-----	-----
<u>NET ASSETS</u>		£163,337	£99,968
		=====	=====
<u>FUNDS</u>			
Unrestricted Funds	9	59,140	25,357
Restricted Funds	9	104,197	74,611
		-----	-----
		£163,337	£99,968
		=====	=====

The directors acknowledge their responsibilities for:-

- (i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985; and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities.

Approved by the board on 5/12/2000 . .

.....*Keri Curtis*.....Director

The notes on pages 9 to 13 form part of these financial statements

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

NOTES TO THE FINANCIAL STATEMENTS **FOR THE PERIOD TO 31ST. MARCH, 2000.**

1) ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements are prepared in accordance with applicable accounting standards, using the historical cost convention and include the results of the company's operations as indicated in the Directors Report, all of which are continuing. The financial statements reflect the requirements of the revised Statement of Recommended Practice "Accounting for Charities".

The company has taken advantage of the exemption in financial reporting standard No.1 from the requirement to produce a cashflow statement on the grounds that the company qualifies as a small company.

1.2 Turnover/Income

Turnover comprises the value of goods and services supplied by the company and relevant portion of grants received, subject to the policy set out in note 1.4 below.

1.3 Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:-

Plant, Equipment, Fixtures & Fittings	25% reducing balance basis
Land & Buildings	Not Depreciated

Assets acquired prior to the company operating its own financial systems have been included at cost and depreciated in accordance with the above policy.

1.4 Grants

Grants receivable are treated in different ways dependant upon their purposes and the terms of the grant.

Grants received for the specific purpose of purchasing fixed assets for the continued use of the charity are treated as restricted funds. The restricted fund is then reduced by amounts equivalent to the depreciation charges on the assets concerned and will continue to do so over the expected useful lives of the assets concerned.

Grant receivable for specific purposes are also treated as restricted funds so that any unused funds can be separately identified.

Grants receivable to facilitate the general running of the project i.e. where the directors/trustees can choose how the funds are expended were treated as unrestricted funds.

1.5 Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value.

1.6 Leases and Hire Purchase Contracts

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are charged to the income and expenditure account in the period in which they are payable.

Assets obtained under Hire Purchase Contracts and Finance Leases are capitalised as fixed assets and depreciated over their useful lives. Finance leases are those where substantially all of the benefit and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of finance charge applicable to future periods. The finance element of the payment is charged to the income and expenditure account so as to produce a constant periodic rate of charge on the net outstanding obligations.

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST. MARCH, 2000.

1.7 Apportionment of Expenses

Expenditure of a non capital nature incurred by the charity is shown in the statement of financial activities and analysed between direct charitable expenditure and management and administration costs of the charity.

Items of expenditure that involve more than one cost category are apportioned on a reasonable and consistent basis to the cost category involved.

1.8 Going Concern Basis

The company is dependant upon grant funding in order for it to continue its operations. The directors consider that it is likely that grant funding will continue from various sources and, therefore, they consider it appropriate to prepare the financial statements on a going concern basis.

	<u>2000</u>	<u>1999</u>
<u>2) NET OUTGOING</u>		
<u>RESOURCES</u>		
Net Outgoing Resources are stated after charging:		
Depreciation	14,748	15,162
Auditors/Accountants		
Remuneration	2,221	1,527
Legal Fees	-	470
	<u>=====</u>	<u>=====</u>

3) TOTAL RESOURCES

<u>EXPENDED</u>	<u>Staff</u> <u>Costs</u>	<u>Depcn.</u>	<u>Other</u> <u>Costs</u>	<u>Total</u> <u>2000</u>	<u>Total</u> <u>1999</u>
Direct Charitable Expenditure	200,508	14,748	34,565	249,821	172,331
Management & Administration Costs	-	-	31,661	31,661	22,541
	<u>-----</u>	<u>-----</u>	<u>-----</u>	<u>-----</u>	<u>-----</u>
Total	<u>£200,508</u>	<u>£14,748</u>	<u>£66,226</u>	<u>£281,482</u>	<u>£194,872</u>

<u>Staff Costs</u>	<u>2000</u>	<u>1999</u>
Wages and Salaries	188,191	121,014
Social Security Costs	12,317	9,468
	<u>-----</u>	<u>-----</u>
	<u>£200,508</u>	<u>£130,482</u>

<u>Other Costs</u>		
Premises Costs	5,529	7,030
Childcare / Playscheme Costs	1,430	1,273
Miscellaneous	59,267	40,925
	<u>-----</u>	<u>-----</u>
	<u>£66,226</u>	<u>£49,228</u>

No employee earned more than £20,233 per annum. The average number of employees was 28 including part time workers.

No remuneration or expenses were paid to any director/trustee during the period or in the previous year.

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD TO 31ST. MARCH, 2000.

(continued)

<u>4) TANGIBLE FIXED ASSETS</u>	<u>Freehold Property</u>	<u>Plant, Equipt., Fixtures & Fittings</u>	<u>Total</u>
Cost at 1st.April,1999	20,600	102,427	123,027
Added	-	13,504	13,504
	-----	-----	-----
Cost at 31st March 2000	<u>£20,600</u>	<u>£115,931</u>	<u>£136,531</u>
<u>Agg Depreciation</u>			
At 1st April 1999	-	56,940	56,940
Charges for the Year	-	14,747	14,747
	-----	-----	-----
At 31st March 2000	<u>-</u>	<u>£71,687</u>	<u>£71,687</u>
	=====	=====	=====
Net Book Value at 31st March 2000	<u>£20,600</u>	<u>£44,244</u>	<u>£64,844</u>
	=====	=====	=====
Net Book Value at 31st March 1999	<u>£20,600</u>	<u>£45,487</u>	<u>£66,087</u>
	=====	=====	=====

Included within the above are assets at a cost of £76,336 and related depreciation of £44,132 which were purchased for the company via the Local Authority.

All of the fixed assets of the company are held for direct charitable purposes.

<u>5) STOCKS</u>	<u>2000</u>	<u>1999</u>
Stock on hand was as follows:-		
Cafe Food Stocks	<u>£250</u>	<u>-</u>

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE PERIOD TO 31ST. MARCH, 2000.****(continued)**

	<u>2000</u>	<u>1999</u>
<u>6) DEBTORS</u>		
Trade Debtors and prepayments	3,067	3,675
Grants Receivable	41,613	-
Other Debtors	-	-
	-----	-----
	<u>£44,680</u>	<u>£3,675</u>

7) CREDITORS amounts falling due within one year-

Trade Creditors	7,536	3,251
Other Creditors	4,723	3,357
	-----	-----
	<u>£12,259</u>	<u>£6,608</u>

Included within other creditors is an amount of £4,723 (1999 £3,357) in relation to taxation and social security costs.

8) GRANTS RECEIVED

The company is heavily dependant upon grant funding. During the year, government and other grants received and receivable were as follows:-

<u>Government Grants</u>	<u>2000</u>	<u>1999</u>
Local Authority Core Funding	9,000	72,000
Youth Worker Grant	2,500	2,500
E.S.F. Grant (European Social Fund)	65,728	10,086
Lotteries Board	44,130	14,710
Local authority grants re purchase/refurbishment of 4 Commercial Place	-	21,650
Children in Need	24,607	-
Henry Smith Foundation	50,000	-
The Tudor Trust	20,000	-
Aberdare College	1,800	-
Local Authority (Keystart)	12,600	-
E.R.D.F.	42,202	-
Development Trust Association	592	-
Lloyds TSB	7,500	-
Interlink	60	-
Social Services (re Nursery)	399	-
	-----	-----
	<u>£281,118</u>	<u>£120,946</u>

BRYNCYNON COMMUNITY REVIVAL STRATEGY LIMITED**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31ST. MARCH 2000****continued**

<u>9. FUNDS</u>	<u>Brought Forward at 1.4.99</u>	<u>Incoming</u>	<u>Outgoing</u>	<u>Carried Forward at 31.3.00</u>
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Restricted Funds	74,611	229,517	199,931	104,197
Unrestricted Funds	25,357	115,334	81,551	59,140

	-----	-----	-----	-----
	99,968	344,851	281,482	163,337
	=====	=====	=====	=====

<u>Restricted Funds</u>	<u>Balance 1.4.99</u>	<u>Incoming</u>	<u>Outgoing</u>	<u>Balance 31.3.00</u>
--------------------------------	----------------------------------	------------------------	------------------------	-----------------------------------

Reserve for Fixed Assets	32,204	-	8,051	24,153
Renovation Project	250	-	250	-
Children in Need / Youthworker	-	24,607	24,607	-
E.S.F.	6,833	65,728	45,052	27,509
Lotteries Board	7,038	44,130	47,607	3,561
4, Commercial Place Reserve	28,286	-	-	28,286
Henry Smith Foundation	-	50,000	43,132	6,868
RCT Part Time Youth Worker	-	2,500	2,963	(463)
Tudor Trust	-	20,000	14,823	5,177
Aberdare College	-	1,800	717	1,083
Keystart.	-	12,600	10,958	1,642
Development Trust Association	-	592	500	92
Lloyds TSB	-	7,500	1,225	6,275
Interlink	-	60	46	14

	-----	-----	-----	-----
	£74,611	£229,517	£199,931	£104,197
	=====	=====	=====	=====

Analysis of Assets between Funds

	<u>Unrestric Funds</u>	<u>Restricted Funds</u>	<u>Total 2000</u>
--	-----------------------------------	------------------------------------	------------------------------

Tangible Assets	12,405	52,439	64,844
Net Current Assets	46,735	51,758	98,493

	-----	-----	-----
	£59,140	£104,197	£163,337
	=====	=====	=====

10. European Regional Development Fund (ERDF)

During the year approval was obtained for the release of funding from ERDF. As at 31st March,2000 an amount of £14,023 had been received with a further total of £28,179 included in the accounts as grants receivable and included with debtors.