

COMPANY REGISTRATION NUMBER 3400572

**BLAENLLECHAU COMMUNITY REGENERATION
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
31 MARCH 2010**

Charity Number 1072630



WALTER HUNTER & CO LIMITED

Chartered Accountants
24 Bridge Street
Newport
South Wales
NP20 4SF

**BLAENLLECHAU COMMUNITY REGENERATION
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

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BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

CHAIRMAN'S STATEMENT

YEAR ENDED 31 MARCH 2010

The last year has seen the gradual reduction in the service provided to the community by BCR as funding streams have run down and ceased. The merger of certain activities of BCR with the Ferndale Rugby Club, in association with the Morlais Choir, has seen the formation of Rhondda Life Ltd (RLL) created to take advantage of opportunities for further development of sports provision in the area, the potential for a raising of visitor numbers associated with the expansion of such provision and of tourism across the Rhondda. The detail of this is described in the report for 2008/09.

It is anticipated that BCR will be wound up before the end of the financial year and the BELL sold (see below). RLL have leased a prominent shop-front in Ferndale, from which the regeneration activities of BCR and the promotion of RLL will operate, once the BELL is sold, until Phase 1 is complete.

RLL will operate as a Community Business and, although not entirely clear at present, and dependant on space in the new complex, funding and the organisation and commitment of RLL, it is anticipated that all the work that BCR has been involved in over the years in the Community, will continue and be enhanced. Because of the changes in the level of income which will come with RLL, it might be that a separate Community organisation, set up like that of V&V, will be able to tap into a wider range of funding sources.

The Transport Project has been renamed Village & Valleys (V&V) and will become a separate company working within the RLL organisation. Jason Evans has very skilfully picked up the pieces, following last year's disruptions and is now expanding with improved buses to serve existing and new clients. V&V are based at the BELL Centre and will move to RLL later in the year.

The Youth Project has now split away from BCR and occupies the Mission. Julie Crotty is seeking charitable status for the Project so as to become entirely autonomous. The ownership of the Mission, which was given to BCR with certain conditions by Coal Industrial Social Welfare Organisation (CISWO) will be separated away from BCR. It is hoped that future links with RLL can be forged at an appropriate time.

Throughout this year, the Staff, supported by the Board, has continued to work exceptionally hard to keep the BELL moving forward in these strict financial circumstances and in anticipation of change over in this coming year. They have regularly giving of their own time, remaining flexible in tapping into funding opportunities, and using their expertise and vision to seek new ways to serve the Community and develop existing facilities. This has been helped by the introduction of a number of 'volunteer' staff in association with and paid by 'Job-Match' which, though a RLL initiative, has seen these staff involved in certain areas of the running of BCR and V&V.

Currently the BELL, though closed to the public, is occupied by RLL, V&V and Twinkle Toes Day Nursery. Also held at the BELL are the Community Archives, a really important resource, available for view by appointment, which have been built-up and continue to be expanded with the help of regular community participation orchestrated by Alun Clement and assisted by Mick Farrer. Dave May as Co-ordinator, very ably supported by Mary Inkpen and Mick Farrer are working on assembling, organising and transferring the assets to the RLL shop in Ferndale. Both Alun and Dave are now employed by RLL, thereby helping to bring the two organisations together. It is anticipated that the Nursery will remain open until final arrangements for the closure of the BELL are finalised.

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE


CHAIRMAN'S STATEMENT *(continued)*

YEAR ENDED 31 MARCH 2010

Income from RLL with receipts from the Nursery meets most outgoings to run the BELL and a small contribution from room hire making up the difference. Without this income it would be difficult for BCR to continue and, when RLL and the nursery vacate the BELL, in late 2010, this matter will need to be urgently addressed. The Board will also be considering disposal of assets in anticipation of closure and the recovery of a loan of £9,900 made to the Blaenllechau Post Office. An affidavit regarding this loan was signed by representatives of BCR and the owners of the Post Office in January 2002 and an acknowledgement of this loan was made by the payment of £100 by the owners to BCR in December 2004. Meanwhile the sale of the BELL was placed with Seel & Co in November 2009. Some independent enquiries have been made as to the future use of the BELL, but none have come to bear any fruit.

Board Members have been in regular contact, as the activities at BCR have wound down. However there have been few matters that have required the attention of the Board. In this atmosphere of decline, it has been impossible to recruit further Board Members.

As stated in last year's report, it is hoped the ethos of service and BCR's core values will continue, and be enhanced, within Rhondda Life Ltd. This new organisation will provide a unique opportunity to bring a really fresh start to Community Regeneration to Ferndale and Blaenllechau and the surrounding area. RLL will be an asset that will bring so many benefits to the area and that will really put Ferndale on the map of South Wales.



M Duxbury
Chair

22nd December 2010

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 MARCH 2010

The trustees, who are also directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2010

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Blaenllechau Community Regeneration
Charity registration number	1072630
Company registration number	3400572

Registered office	The Bell Centre 5-7 Luton Street Blaenllechau Ferndale Rhondda Cynon Taff CF43 4PB
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THE TRUSTEES

The trustees who served the charity during the period were as follows

Mr Mike Duxbury	
Mrs Mary Inkpen	
Mr Hywel Jones	
Mr Travers Merrill	(Resigned 29 September 2009)
Mr Alan Pugh	(Resigned 29 September 2009)
Kath Razey	
M J Farrer	
Mrs Anne C Pithouse	(Resigned 29 September 2009)
Mr D May	(Appointed 10 November 2009)
Mr A Clements	(Appointed 10 November 2009)

Secretary	M Inkpen
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STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document and constitution of the charity

The charity is regulated by its constitution

The recruitment and appointment of the new trustees

Trustees encourage individuals within the community to take an interest in joining as a trustee

The policies and procedures adopted for the induction and training of trustees BCR has policies and procedures for the assessment, induction and appointment of new Trustees and these are available for implementation when required

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2010

The organisational structure of the charity and how decisions are made

The Board oversees all governance responsibilities for the charity. The Co-ordinator reports to the Board and is responsible for financial and operational management of BCR's affairs. He is supported by guidance from the Trustees' individual expertise and by the staff.

Projects are cost-centred and maintain and seek (with the Board's guidance) their own funding sources. They develop and implement their own objectives and operational plans within the overall aims and charitable objectives of BCR.

At the EGM on 18th May 2009, a vote of 13 for and 0 against was taken as to BCR dissolving and joining with FRC and the Morlais Choir to form a new organisation. This has now been named Rhondda Life Ltd.

From this date, BCR does not have a membership.

Major Risks

The biggest risk that BCR faces remains the sale of BELL Centre and assets at a price which does not meet the liabilities at the time of sale and the current economic downturn does not auger well in this regard. The BELL Centre is configured in a particular design that would require some (and likely expensive) alterations to suit a potential purchaser who did not propose to continue its use in its current form.

The BELL Centre remains closed to the public and costs of services and debts will need to be met and serviced until a sale is achieved. RLL have taken occupation of facilities within the BELL Centre and pay a rent that meets these costs. Furthermore, income from the Nursery and sundry room hire add to income.

Staff, previously employed by BCR, have now been engaged by RLL but continue, on a voluntary basis, to undertake administration duties for BCR assisted by volunteers.

Relationships with other groups, charities and individuals, wider networks and related parties

It is hoped that relationships with other groups, charities and individuals listed in past reports will be resumed and reinforced within RLL.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities.

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2010

OBJECTIVES AND ACTIVITIES

Charity Objects

BCR has, in the past, been charged with supporting the sustainable social and economic regeneration of the community of Blaenllechau and the Upper Rhondda Fach Valley through the provision of specific project/services with a base for these projects at the BELL Centre. These are set out in a standard way as formal objects within the constitution. These objectives have been written into the Constitution of the RLL, which will be seeking charitable status.

The charity's aims including the changes or differences it seeks to make. It is hoped that the Charity's aims listed in past reports will be resumed and reinforced within RLL.

An explanation of the charity's main objectives for the year

The formation of RLL will take some time with the merging of assets and the construction and development of a new building on the site of the existing Salisbury Hotel (base for FRC). BCR will not lose sight of its key objectives, now written into the constitution of RLL, but it is clear that, until the organisation is a going concern, there will be a substantial reduction in the achievement of these objectives over the next few years. In this regard, the engagement of volunteers and supporting the sustainable social and economic regeneration of the community of Blaenllechau and the Upper Rhondda Fach Valley will be curtailed.

During this period the sale of the BELL Centre and the disposal of its assets will be pursued by the Board. Where assets remain after the meeting of all financial commitments, such will be bequeathed to RLL, provided that it has charitable status.

Explanation of the strategies for achieving objectives

The strategies adopted to pursue BCR's objectives in the past have been characterised by a) partnership working, b) minimisation of costs and exploring all means to deliver added value, c) close working relationships between the Board and Staff, and d) maximising community involvement. These strategies will continue during the period over the next few years during the formation of RLL.

Where possible, contacts will be maintained with those sections of the community who have been served by BCR in the past, in anticipation that these links can be re-forged when RLL is up and running. However, given the needs of these organisations, BCR are aware that they might, in the interim, seek support from other services within the community, though the financial stringencies caused by the economic climate with the County Borough Council and the run-down of Community First, might leave, regrettably, some organisations without the support which BCR have been able to provide during its existence.

Details of significant activities including its main programmes, projects or services. See Chairman's Report, appended.

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2010

The contribution of volunteers

The new organisation will be working with staff paid by 'Job-Match' which have seen has seen these staff, though not strictly 'volunteers, involved in certain areas of the running of BCR and Village & Valleys Transport. It is hoped that, when RLL is up and running, a renaissance of Community activities will see the contribution of volunteers reintroduced.

ACHIEVEMENTS AND PERFORMANCE

A review of the charitable activities undertaken by the charity

See Chairman's Report, appended

Since BCR activities are now curtailed it is unable to continue to deliver a wide range of support and services to the community in response to changing needs and circumstances as it has in the past. All these services were charitable activities and they constituted a coherent pattern of provision. It is clear that, until RLL is a going concern, there will be a substantial reduction in these activities over the next few years.

Fundraising activities

The potential for securing income from events/room rental during the period up to sale and the moving of BCR activities to the new building in Ferndale, is limited by the BELL's location (physically and environmentally in a community with many social deprivations) and configuration, though this is maximised, wherever possible.

The lower ground floor continues to be rented to a Twinkle-Toes Day Nursery which brings a small (subsidised) income and the hall and recreation room are available for limited hire (though not actually 'open' to the public) with catering facilities provided in the (unmanned) Café.

Village & Valleys Community Transport is a non-profit making business and reinvests income into its operations.

The Board recognise that BCR cannot be sustained through existing opportunities for fundraising so has pursued the establishment of RLL.

Factors relevant to achievement of the charity's objectives

To secure the charity's long-term future, the Board is pursuing the establishment of RRL in which, it is hoped, the charity's objectives can continue to be achieved.

Main achievements of the charity during the year

See Chairman's Report, appended

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2010

FINANCIAL REVIEW

Income from RLL with receipts from the Nursery meets most outgoings to run the BELL and a small contribution from room hire making up the difference. Without this income it would be difficult for BCR to continue and, when RLL and the nursery vacate the BELL, in late 2010, this matter will need to be urgently addressed. The Board will also be considering disposal of assets in anticipation of closure and the recovery of a loan of £9,900 made to the Blaenllechau Post Office. An affidavit regarding this loan was signed by representatives of BCR and the owners of the Post Office in January 2002 and an acknowledgement of this loan was made by the payment of £100 by the owners to BCR in December 2004. Meanwhile the sale of the BELL was placed with Seel & Co in November 2009. Some independent enquiries have been made as to the future use of the BELL, but none have come to bear any fruit.

Policies on reserves

Trustees of BCR are aware of the need, in accordance with good accounting practice, to develop a reserve policy in line with the commitment to adhere to the principles, policies and recommendations of SORPS. However, the financial environment over the last year has meant that this has not been possible.

Funds in deficit

The charity keenly understands how to carefully manage scarce financial and physical resources and avoid unnecessary costs. Historic debt is managed carefully in order to keep moving steadily towards sustainability, though it is recognised that this objective is increasingly difficult to achieve in the present economic environment. In this regard, the Board has concluded that the only way forward was the establishment of RLL.

Principal funding sources supporting the key objectives of the charity

All funding sources for community work have dried up. Funding for the Transport Project has now ceased, but has been successfully managed so as to be self-sustaining.

The Heritage Project has a comprehensive archive which is open to the public on appointment basis only. It is maintained by volunteers and continues to be very successful.

RLL occupy facilities at the BELL Centre and pay a rent that meets these costs. Furthermore, income from the Nursery and sundry room hire will add to income. However, there are no paid BCR staff.

PLANS FOR FUTURE PERIODS

Planned activities

There is no other organisation in the area with the expertise or track record such as has been built up by BCR over the years. It is hoped that these skills will be harnessed over the period of the next year within RLL, to be exploited when this is up and running.

Planning activities which will attract appropriate funding, including revenue funding, has proved to be a challenge in the past and it is recognised that the past financial and operational model with the reliance on grant funding could not be sustained. It is hoped that, within the RLL, new opportunities for funding will arise, especially suited to the resulting changed financial circumstances/environment within the organisation.

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2010

RESPONSIBILITIES OF THE TRUSTEES

The trustees (who are also the directors of Blaenllechau Community Regeneration for the purposes of company law) are responsible for preparing the Trustees Annual Report, the Chairman's statement and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to

select suitable accounting policies and then apply them consistently,

observe the methods and principles in the Charities SORP,

make judgements and estimates that are reasonable and prudent,

state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

INDEPENDENT EXAMINER

Jonathan Rhodes BSc (Hons) FCA


has been re-appointed as independent examiner for the ensuing year

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Registered office
The Bell Centre
5-7 Luton Street
Blaenllechau
Ferndale
Rhondda Cynon Taff
CF43 4PB

Signed by order of the trustees


M DUXBURY
Chairman

22/10/10

**BLAENLLECHAU COMMUNITY REGENERATION
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF BLAENLLECHAU
COMMUNITY REGENERATION**

YEAR ENDED 31 MARCH 2010

I report on the accounts of the charity for the year ended 31 March 2010 set out on pages 11 to 20

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND INDEPENDENT EXAMINER

The charity's trustees (who are also the directors of Blaenllechau Community Regeneration for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under section 43(2) of the Charities Act 1993 (the 1993 Act), as amended by section 28 of the Charities Act 2006) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to

- examine the accounts (under section 43(3)(a) of the 1993 Act, as amended),
- to follow the procedures laid down in the General Directions given by the Charity Commission (under section 43(7)(b) of the 1993 Act, as amended), and
- to state whether particular matters have come to my attention.

BASIS OF INDEPENDENT EXAMINER'S STATEMENT

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 explanations 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 I do not express an audit opinion on whether the accounts present a 'true and fair view'.

**BLAENLLECHAU COMMUNITY REGENERATION
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF BLAENLLECHAU
COMMUNITY REGENERATION** *(continued)*

YEAR ENDED 31 MARCH 2010

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention

(1) which gives me reasonable cause to believe that in any material respect the trustees have not met the requirements to ensure that

- proper accounting records are kept (in accordance with section 386 of the Companies Act 2006), and
- accounts are prepared which agree with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice Accounting and Reporting by Charities, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached



Jonathan Rhodes BSc (Hons) FCA

Independent examiner
Walter Hunter & Co Limited
24 Bridge Street
Newport
South Wales
NP20 4SF

22 December 2010

**BLAENLLECHAU COMMUNITY REGENERATION
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND
EXPENDITURE ACCOUNT)**

YEAR ENDED 31 MARCH 2010

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2010 £	Total Funds 2009 £
INCOMING RESOURCES					
Incoming resources from generating funds					
Voluntary income	2	3,302	9,442	12,744	177,258
Activities for generating funds	3	35,272	—	35,272	62,905
TOTAL INCOMING RESOURCES		38,574	9,442	48,016	240,163
RESOURCES EXPENDED					
Charitable activities	4/5	(118,792)	(30,880)	(149,672)	(689,976)
Governance costs	6	(2,587)	—	(2,587)	(29,956)
TOTAL RESOURCES EXPENDED		(121,379)	(30,880)	(152,259)	(719,932)
NET OUTGOING RESOURCES BEFORE TRANSFERS					
Transfer between funds	7 8	(82,805) 35,619	(21,438) (35,619)	(104,243) —	(479,769) —
NET EXPENDITURE FOR THE YEAR		(47,186)	(57,057)	(104,243)	(479,769)
RECONCILIATION OF FUNDS					
Total funds brought forward		42,676	117,925	160,601	640,370
TOTAL FUNDS CARRIED FORWARD		(4,510)	60,868	56,358	160,601

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared

Most of the activities of the charity have been or will be transferred to Rhondda Life Limited

**BLAENLLECHAU COMMUNITY REGENERATION
COMPANY LIMITED BY GUARANTEE**

BALANCE SHEET

31 MARCH 2010

	Note	2010 £	2009 £
FIXED ASSETS			
Tangible assets	10	212,465	227,664
CURRENT ASSETS			
Debtors	11	15,023	12,724
Cash at bank and in hand		416,546	40,765
		431,569	53,489
CREDITORS: Amounts falling due within one year	12	(587,676)	(120,552)
NET CURRENT LIABILITIES		(156,107)	(67,063)
TOTAL ASSETS LESS CURRENT LIABILITIES		56,358	160,601
NET ASSETS		56,358	160,601
FUNDS			
Restricted income funds	13	60,868	117,925
Unrestricted income funds	14	(4,510)	42,676
TOTAL FUNDS		56,358	160,601

The trustees are satisfied that the charity is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act

The Balance sheet continues on the following page.
The notes on pages 14 to 20 form part of these financial statements

**BLAENLLECHAU COMMUNITY REGENERATION
COMPANY LIMITED BY GUARANTEE**

BALANCE SHEET *(continued)*

31 MARCH 2010

The trustees acknowledge their responsibilities for

- (i) ensuring that the charity keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the charity 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 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the charity

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the members of the committee on the 22/12/10 and are signed on their behalf by


M DUXBURY


M J FARRER

Company Registration Number 3400572

The notes on pages 14 to 20 form part of these financial statements.

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 2006, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Going concern

The trustees have considered the financial position of the Charity as unsustainable and due to the lack of future funding the Bell Centre will cease to continue its activities during the year ended 31st March 2011. This charity will cease to be active and its intended to transfer the assets, liabilities of the charity to a newly formed charitable company (as explained within the Trustees Report). It is hoped that the sale of the Bell Centre will generate a surplus sufficient to repay creditors due.

Income receivable

Grants received are credited to the statement of financial activities in the year in which they are due. Legacies, donations and voluntary income are credited to the statement of financial activities in the year in which they are received.

Charitable trading income is recognised in the statement of financial activities in the year in which they are earned.

The charity is entirely dependent on continuing grant aid and as a consequence the going concern basis is also dependent on the continuing grant aid.

Fund accounting

The charity's unrestricted funds consist of resources which may be used at the charity's discretion to fulfill the objectives of the charity.

Restricted funds represent income contributions which are restricted to a particular purpose and which have not been expended for that purpose by the end of the year.

Allocation of expenditure

Expenditure incurred by the charity in the year has been split between restricted and unrestricted funds. Costs have been analysed between charitable expenditure and the management and administration of the charity. Expenditure relating directly to a cost category has been charged to that account. Expenditure, which includes more than one cost category, has been apportioned on a reasonable, justifiable and consistent basis to the categories involved. Committed expenditure that has yet to be invoiced is, in line with best accounting practice, not recognised in these accounts. It is intended that such expenditure will be funded by future income flows.

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

1. ACCOUNTING POLICIES *(continued)*

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

- 2% straight line basis
- 2% straight line basis
- 25% reducing balance basis
- 25 to 33% reducing balance basis

2. VOLUNTARY INCOME

	Unrestricted Funds £	Restricted Funds £	Total Funds 2010 £	Total Funds 2009 £
Grants receivable				
Welsh Assembly Government -				
Maintenance grant	3,302	—	3,302	—
Henry Smith	—	—	—	7,500
Arts Council Wales	—	—	—	3,844
Children In Need	—	5,682	5,682	22,726
BIG Lottery	—	—	—	55,155
RCT Support	—	—	—	45,000
Heritage Lottery Fund	—	3,760	3,760	15,040
Community Tourism Initiative	—	—	—	18,914
Gwraidd	—	—	—	(213)
RCT Capital Youth	—	—	—	2,432
RCT CBC Cymorth	—	—	—	5,981
Small Grants Fund for Youth	—	—	—	879
	<u>3,302</u>	<u>9,442</u>	<u>12,744</u>	<u>177,258</u>

3. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds £	Total Funds 2010 £	Total Funds 2009 £
Trading income	<u>35,272</u>	<u>35,272</u>	<u>62,905</u>

**BLAENLLECHAU COMMUNITY REGENERATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

4. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Restricted Funds £	Total Funds 2010 £	Total Funds 2009 £
Charitable activity	102,141	–	102,141	132,543
Support costs	16,651	30,880	47,531	557,433
	<u>118,792</u>	<u>30,880</u>	<u>149,672</u>	<u>689,976</u>

5. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly £	Support costs £	Total Funds 2010 £	Total Funds 2009 £
Charitable activity	102,141	47,531	149,672	689,976

6. GOVERNANCE COSTS

	Unrestricted Funds £	Total Funds 2010 £	Total Funds 2009 £
Accountancy fees	587	587	2,301
Legal fees	2,000	2,000	27,655
	<u>2,587</u>	<u>2,587</u>	<u>29,956</u>

7. NET OUTGOING RESOURCES FOR THE YEAR

This is stated after charging

	2010 £	2009 £
Depreciation	<u>15,199</u>	<u>446,979</u>

8. FUND TRANSFERS

During the year the Trustees transferred £35,619 from restricted funds to unrestricted funds in order to facilitate the running of the Bell Centre

**BLAENLLECHAU COMMUNITY REGENERATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

9. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2010	2009
	£	£
Wages and salaries	74,013	143,935
Social security costs	5,967	—
	<u>79,980</u>	<u>143,935</u>

Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows

	2010	2009
	No	No
Employees	<u>4</u>	<u>8</u>

No employee received remuneration of more than £60,000 during the year (2009 - Nil)

No Trustee received any remuneration during the year (2009 nil)

No Trustee claimed expenses during the year (2009 nil)

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

10. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST					
At 1 April 2009 and 31 March 2010	<u>598,098</u>	<u>152,652</u>	<u>110,518</u>	<u>24,542</u>	<u>885,810</u>
DEPRECIATION					
At 1 April 2009	383,098	152,652	100,886	21,510	658,146
Charge for the year	11,962	—	2,222	1,015	15,199
At 31 March 2010	<u>395,060</u>	<u>152,652</u>	<u>103,108</u>	<u>22,525</u>	<u>673,345</u>
NET BOOK VALUE					
At 31 March 2010	<u>203,038</u>	<u>—</u>	<u>7,410</u>	<u>2,017</u>	<u>212,465</u>
At 31 March 2009	<u>215,000</u>	<u>—</u>	<u>9,632</u>	<u>3,032</u>	<u>227,664</u>

The freehold property held during the year was revalued at market value in November 2008 by the independent valuer Fletcher Morgan. The property known as the Bell Centre was valued at £185,000 and the Mission Welfare Hall building at £30,000 on the basis of a sale within 12 months.

The property known as the Mission Welfare Hall is ringfenced for the sole use of the youth project and will not be transferred to Rhondda Life Limited on the winding up of the organisation. This is in accordance with the original funding obligations of the Coal Industry Social Welfare Organisation who provided the initial funds for the Mission Welfare Hall.

11. DEBTORS

	2010 £	2009 £
Trade debtors	4,275	2,824
Other debtors	9,900	9,900
Prepayments	848	—
	<u>15,023</u>	<u>12,724</u>

The £9,900 other debtor relates to a loan made to the Blaenllechau sub-post office and shop on the 28 January 2002. This loan is interest free and repayable upon either the sale of the post office to an outside body, or to be reduced from the asking price should the Charity wish to purchase the post office. As at the date of signing these accounts neither of the above are envisaged as happening shortly.

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

12. CREDITORS: Amounts falling due within one year

	2010	2009
	£	£
Bank loans and overdrafts	95,925	103,914
Trade creditors	2,632	10,002
PAYE and social security	1,735	2,359
Other creditors	487,384	–
Accruals	–	4,277
	<u>587,676</u>	<u>120,552</u>

13. RESTRICTED INCOME FUNDS

	Balance at 1 Apr 2009 £	Incoming resources £	Outgoing resources £	Transfers £	Balance at 31 Mar 2010 £
Children In Need Grant	4,699	5,682	–	(10,381)	–
Big Lottery Project Grant NLCB					
Community Fund	17,834	–	–	(17,834)	–
Capital Arts Council	1,453	–	(479)	–	974
Capital - ERDF	28,898	–	(688)	–	28,210
Capital-Welsh Church	1,984	–	(47)	–	1,937
Capital - National Lottery	894	–	(295)	–	599
Capital - Children In Need	225	–	(56)	–	169
Capital- Lottery community	2,204	–	(727)	–	1,477
Capital - Henry Smith Sefylliad	28,127	–	(625)	–	27,502
BCR Building Improvements	27,963	–	(27,963)	–	–
Heritage Lottery Fund	6,513	3,760	–	(10,273)	–
Community Tourism Initiative	(4,925)	–	–	4,925	–
RCT Capital Grant - Youth	2,056	–	–	(2,056)	–
	<u>117,925</u>	<u>9,442</u>	<u>(30,880)</u>	<u>(35,619)</u>	<u>60,868</u>

BLAENLLECHAU COMMUNITY REGENERATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

13. RESTRICTED INCOME FUNDS *(continued)*

All restricted projects were funded to meet the objectives of the Charity

14. UNRESTRICTED INCOME FUNDS

	Balance at 1 Apr 2009 £	Incoming resources £	Outgoing resources £	Transfers £	Balance at 31 Mar 2010 £
General Funds	<u>42,676</u>	<u>38,574</u>	<u>(121,379)</u>	<u>35,619</u>	<u>(4,510)</u>

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets £	Net current liabilities £	Total £
Restricted Funds:			
Capital Arts Council	974	—	974
Capital - ERDF	28,210	—	28,210
Capital-Welsh Church	1,937	—	1,937
Capital - National Lottery	599	—	599
Capital - Children In Need	169	—	169
Capital- Lottery community	1,477	—	1,477
Capital - Henry Smith Sefylliad	<u>27,502</u>	<u>—</u>	<u>27,502</u>
	<u>60,868</u>	<u>—</u>	<u>60,868</u>
Unrestricted Income Funds	<u>151,597</u>	<u>(156,107)</u>	<u>(4,510)</u>
Total Funds	<u>212,465</u>	<u>(156,107)</u>	<u>56,358</u>

16. COMPANY LIMITED BY GUARANTEE

The charity is incorporated under the Companies Act 2006 and is limited by guarantee, each member having undertaken to contribute such amounts not exceeding one pound as may be required in the event of the company being wound up whilst he or she is still a member or within one year thereafter

There are 7 members of the company (2009 7)

17. RELATED PARTY TRANSACTIONS

The company was under the control of the Trustees throughout the current and previous year