

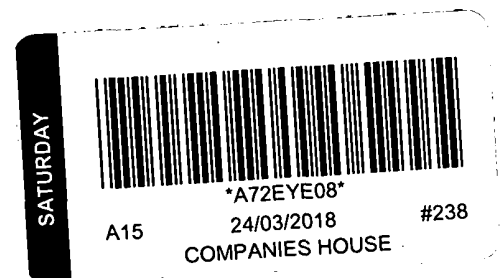
COMPANY REGISTRATION NUMBER: 05854713
CHARITY REGISTRATION NUMBER: 1146846

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

Company Limited by Guarantee

UNAUDITED FINANCIAL STATEMENTS

30 JUNE 2017



SAINT & CO

Chartered accountant
Unit 3 Lakeland Business Park
Cockermouth
Cumbria
CA13 0QT

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2017

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CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

DIRECTORS' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)

YEAR ENDED 30 JUNE 2017

The directors, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 30 June 2017.

Reference and administrative details

Registered charity name Cumbria Neighbourhood Watch Association

Charity registration number 1146846

Company registration number 05854713

Principal office and registered office
Burnetts Solicitors
6 Victoria Place
Carlisle
CA1 1ES
Cumbria

The directors

Dr John Perkins
Mrs C Makin
Mrs J Derbyshire
Mr D Farmer
Mr J Murray

Company secretary R K Davidson, Burnetts Solicitors

Accountants Saint & Co
Chartered Accountants
Unit 3 Lakeland Business Park
Cockermouth
Cumbria
CA13 0QT

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

DIRECTORS' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)

(continued)

YEAR ENDED 30 JUNE 2017

Structure, governance and management

The charity is also a company limited by guarantee with Memorandum and Articles of Association incorporated on 22 June 2006 and amended by special resolutions dated 15 October 2007 and 8 October 2011.

Cumbria Neighbourhood Watch Association has a Management Committee who are responsible for the strategic direction and policy of the Charity. The Committee has members from a variety of professional backgrounds relevant to the work of the charity.

The Management Committee are responsible for the appointment of new Trustees. Prospective Trustees are approached to join the Committee on the basis of added knowledge and skills that they hold and that these may be beneficial to the Charity.

Periodic training sessions are held for new and existing members. These may be run internally by the Committee or an external facilitator may be used.

In so far as is complementary to the Charity's objects, the Charity is guided by both local and national policy.

The Charity has no specific identified risks; however, before a project is undertaken it is discussed at Committee level and minuted accordingly. Procedures and policies will be regularly reviewed to ensure that they continue to meet the needs of the Charity.

Objectives and activities

The objective of the Charity is to promote good citizenship and greater public participation in the prevention of crime and community safety, in particular by the effective liaison between the Police, the Local Authority and similar bodies and public in order to promote the efficiency of the Police in the County of Cumbria Police area.

The main objectives and activities for the year continued to focus upon the prevention of crime and building of safer and stronger communities in line with local and national strategies. The most significant of these was the continued operation of the Cumbria Community Messaging service.

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

DIRECTORS' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)

(continued)

YEAR ENDED 30 JUNE 2017

Achievements and performance

The Cumbria Community Messaging service continues to be our main activity and its use has grown again in the year.

Funding remains on track for the minimum licence period and we are confident that as new organisations come on board that we will be able to continue the service well beyond this period.

Key regular funders remain Cumbria Constabulary, Cumbria County Council and the Office of the Police and Crime Commissioner for Cumbria.

Our sales of security products continued with "Home" and "Farm" SelectaDNA marking kits.

Financial review

The charity does not have a specific general reserves policy as there are limited general overheads. The charity aims to have enough reserves to cover the contracted future costs for the Cumbria Community Messaging service. This has been achieved.

Projects are costed before implementation and, where external funding is obtained, these are shown as restricted income and expenditure.

Plans for future periods

The continuance of Cumbria Community Messaging will continue to be our main focus in the future. We will also keep supplying relevant security products to Watch members as and when the need arises.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The directors' annual report was approved on 15 October 2017 and signed on behalf of the board of trustees by:



Mr J Murray
Director

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

30 JUNE 2017

		Unrestricted funds	2017 Restricted funds	Total funds	2016 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	5	—	10,954	10,954	3,507
Charitable activities	6	2,854	1,200	4,054	2,551
Total income		<u>2,854</u>	<u>12,154</u>	<u>15,008</u>	<u>6,058</u>
Expenditure					
Expenditure on charitable activities	7,8	2,528	12,212	14,740	16,664
Total expenditure		<u>2,528</u>	<u>12,212</u>	<u>14,740</u>	<u>16,664</u>
Net income/(expenditure) and net movement in funds		<u>326</u>	<u>(58)</u>	<u>268</u>	<u>(10,606)</u>
Reconciliation of funds					
Total funds brought forward		10,143	22,857	33,000	43,606
Total funds carried forward		<u>10,469</u>	<u>22,799</u>	<u>33,268</u>	<u>33,000</u>

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

The notes on pages 7 to 16 form part of these financial statements.

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL POSITION

30 JUNE 2017

		2017		2016	
		£	£	£	£
Fixed assets					
Tangible fixed assets	12		–		484
Current assets					
Stocks	13	1,542		897	
Debtors	14	10,120		9,950	
Cash at bank and in hand		22,141		22,126	
		<u>33,803</u>		<u>32,973</u>	
Creditors: amounts falling due within one year	15	<u>535</u>		<u>457</u>	
Net current assets			<u>33,268</u>		<u>32,516</u>
Total assets less current liabilities			<u>33,268</u>		<u>33,000</u>
Net assets			<u>33,268</u>		<u>33,000</u>
Funds of the charity					
Restricted funds			22,799		22,857
Unrestricted funds			10,469		10,143
Total charity funds	16		<u>33,268</u>		<u>33,000</u>

For the year ending 30 June 2017 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

The notes on pages 7 to 16 form part of these financial statements.

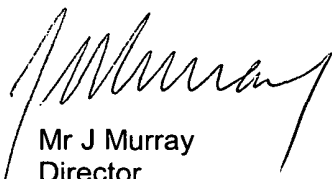
CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL POSITION *(continued)*

30 JUNE 2017

These financial statements were approved by the board of trustees and authorised for issue on 15 October 2017, and are signed on behalf of the board by:



Mr J Murray
Director

The notes on pages 7 to 16 form part of these financial statements.

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2017

1. General information

The charity is a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Burnetts Solicitors, 6 Victoria Place, Carlisle, CA1 1ES, Cumbria.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', 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 (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

The charity meets the definition of a public benefit entity under FRS 102.

Going concern

There are no material uncertainties about the charity's ability to continue.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs relating to the category.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be attributed directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit and accountancy fees and other costs linked to the strategic management of the charity.

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 30 JUNE 2017

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 July 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 18.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires the trustees to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The trustees consider there were no significant judgements made in preparing the financial statements.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the directors for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 30 JUNE 2017

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 30 JUNE 2017

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

Equipment - 33% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 30 JUNE 2017

3. Accounting policies *(continued)*

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

4. Limited by guarantee

The company is limited by guarantee and does not have a share capital.

5. Donations and legacies

	Restricted Funds £	Total Funds 2017 £	Restricted Funds £	Total Funds 2016 £
Donations				
Cumbria Community Messaging - Cumbria Police	–	–	3,000	3,000
Cumbria Community Messaging - Office of the Police and Crime Commissioner	10,854	10,854	–	–
Cumbria Community Messaging - Environment Agency	100	100	–	–
Northumbria University AGM donation	–	–	507	507
	<u>10,954</u>	<u>10,954</u>	<u>3,507</u>	<u>3,507</u>

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 30 JUNE 2017

6. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
SelectaDNA kits and signs	2,854	–	2,854
Cumbria Community Messaging Annual Licences, Microsites and Messages	–	1,200	1,200
	<u>2,854</u>	<u>1,200</u>	<u>4,054</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
SelectaDNA kits and signs	391	–	391
Cumbria Community Messaging Annual Licences, Microsites and Messages	–	2,160	2,160
	<u>391</u>	<u>2,160</u>	<u>2,551</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
SelectaDNA kits and signs	1,900	–	1,900
Cumbria Community Messaging	–	11,116	11,116
Support costs	628	1,096	1,724
	<u>2,528</u>	<u>12,212</u>	<u>14,740</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
SelectaDNA kits and signs	1,150	–	1,150
Cumbria Community Messaging	–	13,508	13,508
Support costs	302	1,704	2,006
	<u>1,452</u>	<u>15,212</u>	<u>16,664</u>

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 30 JUNE 2017

8. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2017	Total fund 2016
	£	£	£	£
SelectaDNA kits and signs	1,900	100	2,000	1,401
Cumbria Community Messaging	11,116	550	11,666	14,067
Governance costs	—	1,074	1,074	1,196
	<u>13,016</u>	<u>1,724</u>	<u>14,740</u>	<u>16,664</u>

9. Analysis of support costs

	General activities	Cumbria Community Messaging	Total 2017	Total 2016
	£	£	£	£
General office	100	551	651	810
Governance costs	604	—	604	739
Insurance	94	375	469	457
	<u>798</u>	<u>926</u>	<u>1,724</u>	<u>2,006</u>

10. Net income/(expenditure)

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

	2017	2016
	£	£
Depreciation of tangible fixed assets	<u>484</u>	<u>484</u>

11. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 30 JUNE 2017

12. Tangible fixed assets

	Equipment £	Total £
Cost		
At 1 July 2016 and 30 June 2017	<u>1,452</u>	<u>1,452</u>
Depreciation		
At 1 July 2016	968	968
Charge for the year	<u>484</u>	<u>484</u>
At 30 June 2017	<u>1,452</u>	<u>1,452</u>
Carrying amount		
At 30 June 2017	<u>—</u>	<u>—</u>
At 30 June 2016	<u>484</u>	<u>484</u>

13. Stocks

	2017 £	2016 £
Raw materials and consumables	<u>1,542</u>	<u>897</u>

14. Debtors

	2017 £	2016 £
Prepayments and accrued income	<u>10,120</u>	<u>9,950</u>

15. Creditors: amounts falling due within one year

	2017 £	2016 £
Other creditors	<u>535</u>	<u>457</u>

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 30 JUNE 2017

16. Analysis of charitable funds

Unrestricted funds

	At 1 July 2016	Income	Expenditure	At 30 June 2017
	£	£	£	£
General funds	2,797	2,854	(2,528)	3,123
CNWA Development Funds	7,346	—	—	7,346
	<u>10,143</u>	<u>2,854</u>	<u>(2,528)</u>	<u>10,469</u>

Restricted funds

	At 1 July 2016	Income	Expenditure	At 30 June 2017
	£	£	£	£
Farm Watch	535	—	—	535
Newsletter	963	—	—	963
Community Safety Events	370	—	—	370
Marketing	155	—	(155)	—
Horsewatch	847	—	—	847
Board Training	803	—	—	803
Cumbria Community Messaging	18,422	12,154	(12,057)	18,519
Capacity Building Programme	762	—	—	762
	<u>22,857</u>	<u>12,154</u>	<u>(12,212)</u>	<u>22,799</u>

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 30 JUNE 2017

16. Analysis of charitable funds *(continued)*

Farm Watch - a property marking initiative delivering "Smartwater Agricultural" to 1800 farms in Carlisle, Eden, South Lakeland, and Furness free of charge.

Newsletter - to allow production of newsletters for distribution to the 2000 Neighbourhood Watch Co-ordinators and other strategic partners in Cumbria.

Marketing - to increase awareness and publicise the work done by CNWA.

Horsewatch - Includes £463 from the previous West Cumbria Horsewatch group, being held until the scheme is restarted; and £104 from Cumbria Constabulary towards future West Cumbria Horsewatch signs.

Board Training - a "health check" was undertaken highlighting weaknesses of the board which have since been implemented to ensure the necessary skills and knowledge are held by the trustees and board members.

Cumbria Community Messaging - the replacement for Voice Connect is being managed by CNWA and the amounts received from the supporting organisations not yet spent are carried forward to meet future obligations.

The Neighbourhood Watch Capacity Building Programme – this is to assist in the more active involvement of stakeholders in Neighbourhood Watch in Cumbria through the provision of meeting and training facilities.

17. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £	Total Funds 2016 £
Tangible fixed assets	484	–	484	484
Current assets	11,004	22,799	33,803	32,973
Creditors less than 1 year	(535)	–	(535)	(457)
Net assets	<u>10,953</u>	<u>22,799</u>	<u>33,752</u>	<u>33,000</u>

18. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The charity transitioned to FRS 102 on 1 July 2015.

No transitional adjustments were required in the retained funds or income or expenditure for the year.