

COMPANY REGISTRATION NUMBER: 05854713

CHARITY REGISTRATION NUMBER: 1146846

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

Company Limited by Guarantee

UNAUDITED FINANCIAL STATEMENTS

31 March 2018

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

FINANCIAL STATEMENTS

PERIOD FROM 1 JULY 2017 TO 31 MARCH 2018

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CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

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

PERIOD FROM 1 JULY 2017 TO 31 MARCH 2018

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the period ended 31 March 2018 .

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 Victoria House Wavell Drive Carlisle CA1 2ST Cumbria	

The trustees

Dr John Perkins
Mrs C Makin
Mrs J Derbyshire
Mr J Murray
Mr D Farmer (Retired 14 October 2017)

Company secretary R K Davidson, Burnetts Solicitors

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

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 and this is to be passed into the care of Cumbria Constabulary from June 2018.

Achievements and performance

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

Funding has remained on track for the minimum licence period and we are confident that Cumbria Constabulary will continue our work in the future.

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

We will continue supplying support and 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 trustees' annual report was approved on 29 October 2018 and signed on behalf of the board of trustees by:

Mr J Murray

Trustee

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL ACTIVITIES

(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

PERIOD FROM 1 JULY 2017 TO 31 MARCH 2018

		Period from 1 Jul 17 to 31 Mar 18			Year to 30 Jun 17
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	5	452	—	452	10,954
Charitable activities	6	1,094	—	1,094	4,054
Total income		1,546	—	1,546	15,008
Expenditure					
Expenditure on charitable activities	7,8	2,183	12,104	14,287	14,740
Total expenditure		2,183	12,104	14,287	14,740
Net (expenditure)/income and net movement in funds					
		(637)	(12,104)	(12,741)	268
Reconciliation of funds					
Total funds brought forward		10,469	22,799	33,268	33,000
Total funds carried forward		9,832	10,695	20,527	33,268

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL POSITION

31 March 2018

		31 Mar 18		30 Jun 17	
	Note	£	£	£	£
Current assets					
Stocks	13	1,601		1,542	
Debtors	14	–		10,120	
Cash at bank and in hand		20,637		22,141	
		<u>22,238</u>		<u>33,803</u>	
Creditors: amounts falling due within one year	15	1,711		535	
		<u>1,711</u>		<u>535</u>	
Net current assets			20,527		33,268
			<u>20,527</u>		<u>33,268</u>
Total assets less current liabilities			20,527		33,268
			<u>20,527</u>		<u>33,268</u>
Net assets			20,527		33,268
			<u>20,527</u>		<u>33,268</u>
Funds of the charity					
Restricted funds		10,695		22,799	
Unrestricted funds		9,832		10,469	
		<u>20,527</u>		<u>33,268</u>	
Total charity funds	16	20,527		33,268	
		<u>20,527</u>		<u>33,268</u>	

For the period ending 31 March 2018 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 period 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.

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL POSITION *(continued)*

31 March 2018

These financial statements were approved by the board of trustees and authorised for issue on 29 Oct 18 , and are signed on behalf of the board by:

Mr J Murray

Trustee

CUMBRIA NEIGHBOURHOOD WATCH ASSOCIATION

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 1 JULY 2017 TO 31 MARCH 2018

1. General information

The charity is a public benefit entity and 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, Victoria House, Wavell Drive, Carlisle, CA1 2ST, 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 Companies Act 2006.

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.

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 trustees 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.

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.

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
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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.

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

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Donations			
Cumbria Community Messaging - Office of the Police and Crime Commissioner	—	—	—
Cumbria Community Messaging - Environment Agency Allerdale	452	—	452
	----	----	----
	452	—	452
	----	----	----
	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Donations			
Cumbria Community Messaging - Office of the Police and Crime Commissioner	—	10,854	10,854
Cumbria Community Messaging - Environment Agency Allerdale	—	100	100
	—	—	—
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	—	10,954	10,954
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6. Charitable activities

	Unrestricted Funds	Restricted Funds	Total Funds 2018
	£	£	£
SelectaDNA kits and signs	1,094	—	1,094
Cumbria Community Messaging Annual Licences, Microsites and Messages	—	—	—
	1,094	—	1,094
	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
	2,854	1,200	4,054

7. Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2018
	£	£	£
SelectaDNA kits and signs	1,495	54	1,549
Cumbria Community Messaging	—	10,168	10,168
Support costs	688	1,882	2,570
	2,183	12,104	14,287
	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
	2,528	12,212	14,740

8. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2018	Total fund 2017
	£	£	£	£
SelectaDNA kits and signs	1,549	118	1,667	2,000
Cumbria Community Messaging	10,168	1,525	11,693	11,666
Governance costs	—	927	927	1,074
	11,717	2,570	14,287	14,740

9. Analysis of support costs

	General activities	Cumbria Community Messaging	Total 2018	Total 2017
	£	£	£	£
General office	118	1,525	1,643	651
Governance costs	480	—	480	604
Insurance	90	357	447	469
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	688	1,882	2,570	1,724
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10. Net (expenditure)/income

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

	31 Mar 18	30 Jun 17
	£	£
Depreciation of tangible fixed assets	—	484
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11. Trustee remuneration and expenses

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

12. Tangible fixed assets

	Equipment	Total
	£	£
Cost		
At 1 July 2017 and 31 March 2018	1,452	1,452
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Depreciation		
At 1 July 2017 and 31 March 2018	1,452	1,452
	---	---
Carrying amount		
At 31 March 2018	—	—
	---	---
At 30 June 2017	—	—
	---	---

13. Stocks

	31 Mar 18	30 Jun 17
	£	£
Security kits	1,601	1,542
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14. Debtors

	31 Mar 18	30 Jun 17
	£	£
Prepayments and accrued income	—	10,120
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15. Creditors: amounts falling due within one year

	31 Mar 18	30 Jun 17
	£	£
Accruals and deferred income	1,254	78
Other creditors	457	457
	1,711	535

16. Analysis of charitable funds**Unrestricted funds**

				At 31 March
	At 1 July 2017	Income	Expenditure	2018
	£	£	£	£
General funds	3,123	1,546	(2,183)	2,486
CNWA Development Funds	7,346	—	—	7,346
	10,469	1,546	(2,183)	9,832
	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
	10,143	2,854	(2,528)	10,469

Restricted funds

				At 31 March
	At 1 July 2017	Income	Expenditure	2018
	£	£	£	£
Cumbria Community Messaging	18,519	–	(12,104)	6,415
Newsletter	963	–	–	963
Community Safety Events	370	–	–	370
Horsewatch	847	–	–	847
Board Training	803	–	–	803
Farm Watch	535	–	–	535
Capacity Building Programme	762	–	–	762
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	22,799	–	(12,104)	10,695
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				At 30 June
	At 1 July 2016	Income	Expenditure	2017
	£	£	£	£
Cumbria Community Messaging	535	–	–	535
Newsletter	963	–	–	963
Community Safety Events	370	–	–	370
Marketing	155	–	(155)	–
Horsewatch	847	–	–	847
Board Training	803	–	–	803
Farm Watch	18,422	12,154	(12,057)	18,519
Capacity Building Programme	762	–	–	762
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	22,857	12,154	(12,212)	22,799
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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 2018 £
Tangible fixed assets	—	—	—
Current assets	10,343	11,895	22,238
Creditors less than 1 year	(511)	(1,200)	(1,711)

Net assets	9,832	10,695	20,527

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Tangible fixed assets	484	—	968
Current assets	11,004	22,799	67,606
Creditors less than 1 year	(535)	—	(1,070)

Net assets	10,953	22,799	67,504

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