

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2019
FOR
Independent Cinema Milton Keynes (Icmk)
Limited**

Connolly Accountants & Business Advisors Ltd
Chartered Certified Accountants
The Stable Yard
Vicarage Road
Stony Stratford
Milton Keynes
Buckinghamshire
MK11 1BN

**Independent Cinema Milton Keynes (Icmk)
Limited**

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FOR THE YEAR ENDED 31 JULY 2019**

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**Independent Cinema Milton Keynes (Icmk)
Limited (Registered number: 07323568)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2019**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 July 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: 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) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Meeting public benefit

Independent Cinema Milton Keynes (ICMK) Limited primarily works in Milton Keynes. ICMK runs a variety of film screening and education projects benefiting the cultural development of the city and enabling people in the city to engage with a wider variety of film and artistic experiences. ICMK works in partnership with a variety of organisations and groups in the city from grassroots to lead cultural bodies.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year the income generated amounted to £27,160. Total resources expended were £41,154 resulting in a deficit of £13,994 for the year. We have been utilising the previous year's surplus against our projects.

Our aim over this past year has been to develop the organisation so that it could further its aims to engage people with a diverse range of film that inspire, provoke and entertain.

To do this ICMK undertook to develop an action learning project that explored a new operational model focused on the creation and establishment of a new film festival and producing bespoke events and education projects, with and on behalf of, other organisations.

As part of this process the organisation undertook to review its objectives, developing proposals that would attract funds to support a pilot film festival. The festival would test the organisations ability to deliver a large scale complex festival (45 events over 4 days). The results would be an evidenced project that would attract future development funding and further extend the reach of our charity. The pilot festival attracted financial support in the form of project funds from national and Milton Keynes based funding bodies significantly increasing the income from the previous year.

The festival took its name from a successful community engagement project Vagabond Cinema established by ICMK in 2008. As part of the development process ICMK's board chose to refocus its brand on this successful engagement initiative, aiming to bring together its projects under a unified umbrella which would better represent the organisations aims and objectives.

The festival aimed to create a community celebratory focus for film exhibition, bringing together audiences in a variety of settings and working with community participants including aspiring filmmakers, children and young people who took part in making films and learning skills through volunteering. The festival also provided the opportunity to develop relationships with funding, cultural and education partners.

The main Festival event was on the cusp of 18/19 year and associated activities continued on into the Autumn. Since then we have continued to work with a greater diversity of audiences, taking screenings and workshops to an area of high deprivation: such as the Lakes Estate, working with marginalised groups including; homeless people, refugees and people with learning difficulties as well as engaging wider audience with large-scale outdoor screenings and supporting other arts/cultural bodies such as Living Archive and AHA.

Our festival focused on engaging young audiences with film through participation, training and volunteering opportunities and we have been continuing that focus

**Independent Cinema Milton Keynes (Icmk)
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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2019**

FINANCIAL REVIEW

Reserves policy

The charity aims to ensure that a minimum of £2,000 is kept in unrestricted reserves although this has not been possible in the current year.

FUTURE PLANS

We have begun to undertake review of organisational structures funded by MKC and working with Community Action to develop a stronger base going forward. This is programmed to continue throughout the next financial year.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, memorandum and articles incorporated 22/07/2010 as amended by special resolution registered at Companies House on 16/05/2012, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

Trustees appointed are deemed to be suitably responsible for positions held. The board should actively seek to widen the pool so that the board has a greater diversity and that the board can drive forward new priorities being developed.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07323568 (England and Wales)

Registered Charity number

1149744

Registered office

Town Hall
Creed Street
Wolverton
Milton Keynes
Buckinghamshire
MK12 5LY

Trustees

A B Armes Architect
D Connolly FCCA Accountant (resigned 25.11.18)
D H Jeayes Film Producer
Mrs A D Iversen Speech and Drama Practitioner (resigned 25.11.18)
Mrs B L Ingram Retired Lawyer (resigned 27.5.19)
Mrs M A H Griffin Retired lawyer
Ms R Stone Retired charity CEO
P Leather Public Relations
Ms A Dixon Conveyancer and Film Producer (appointed 30.7.19)
M Hallett Lifecoach (appointed 30.7.19)

**Independent Cinema Milton Keynes (Icmk)
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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2019**

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Connolly Accountants & Business Advisors Ltd
Chartered Certified Accountants
The Stable Yard
Vicarage Road
Stony Stratford
Milton Keynes
Buckinghamshire
MK11 1BN

TRUSTEES' RESPONSIBILITY STATEMENT

The trustees (who are also the directors of Independent Cinema Milton Keynes (Icmk) Limited for the purposes of company law) are responsible for preparing the Report of the Trustees 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by order of the board of trustees on 30 April 2020 and signed on its behalf by:

A B Armes - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
INDEPENDENT CINEMA MILTON KEYNES (ICMK)
LIMITED**

Independent examiner's report to the trustees of Independent Cinema Milton Keynes (Icmk) Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 July 2019.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Declan Connolly FCCA
ACCA
Connolly Accountants & Business Advisors Ltd
Chartered Certified Accountants
The Stable Yard
Vicarage Road
Stony Stratford
Milton Keynes
Buckinghamshire
MK11 1BN

30 April 2020

**Independent Cinema Milton Keynes (Icmk)
Limited**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JULY 2019**

	Notes	Unrestricted fund £	Restricted funds £	2019 Total funds £	2018 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		12,672	14,487	27,159	61,049
Other trading activities	2	<u>1</u>	<u>-</u>	<u>1</u>	<u>-</u>
Total		<u>12,673</u>	<u>14,487</u>	<u>27,160</u>	<u>61,049</u>
 EXPENDITURE ON					
Raising funds	3	9,287	30,695	39,982	44,289
Other		<u>1,112</u>	<u>60</u>	<u>1,172</u>	<u>-</u>
Total		<u>10,399</u>	<u>30,755</u>	<u>41,154</u>	<u>44,289</u>
NET INCOME/(EXPENDITURE)		<u>2,274</u>	<u>(16,268)</u>	<u>(13,994)</u>	<u>16,760</u>
 RECONCILIATION OF FUNDS					
Total funds brought forward		(607)	17,296	16,689	(71)
TOTAL FUNDS CARRIED FORWARD		<u><u>1,667</u></u>	<u><u>1,028</u></u>	<u><u>2,695</u></u>	<u><u>16,689</u></u>

The notes form part of these financial statements

**Independent Cinema Milton Keynes (Icmk)
Limited (Registered number: 07323568)**

**BALANCE SHEET
31 JULY 2019**

	Notes	Unrestricted fund £	Restricted funds £	2019 Total funds £	2018 Total funds £
CURRENT ASSETS					
Cash at bank		2,340	1,028	3,368	17,547
CREDITORS					
Amounts falling due within one year	8	(673)	-	(673)	(858)
NET CURRENT ASSETS		<u>1,667</u>	<u>1,028</u>	<u>2,695</u>	<u>16,689</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,667	1,028	2,695	16,689
NET ASSETS		<u>1,667</u>	<u>1,028</u>	<u>2,695</u>	<u>16,689</u>
FUNDS	10				
Unrestricted funds				1,667	(607)
Restricted funds				<u>1,028</u>	<u>17,296</u>
TOTAL FUNDS				<u>2,695</u>	<u>16,689</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2019 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.
- (b)

The notes form part of these financial statements

**Independent Cinema Milton Keynes (Icmk)
Limited (Registered number: 07323568)**

**BALANCE SHEET - continued
31 JULY 2019**

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

The financial statements were approved by the Board of Trustees and authorised for issue on 30 April 2020 and were signed on its behalf by:

A B Armes - Trustee

The notes form part of these financial statements

**Independent Cinema Milton Keynes (Icmk)
Limited**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2019**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. OTHER TRADING ACTIVITIES

	2019	2018
	£	£
Interest Receivable	<u>1</u>	<u>-</u>

**Independent Cinema Milton Keynes (Icmk)
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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019**

3. RAISING FUNDS

Raising donations and legacies

	2019 £	2018 £
Staff costs	-	9,063
Production costs	11,191	16,339
Distribution/film rights	-	6,504
Artist Fees	963	1,847
VFF Vagabond film festival	22,908	-
Support costs	<u>4,920</u>	<u>10,536</u>
	<u>39,982</u>	<u>44,289</u>

4. SUPPORT COSTS

	Finance £	Other £	Other 2 £	Totals £
Raising donations and legacies	-	4,920	-	4,920
Other resources expended	<u>440</u>	<u>-</u>	<u>732</u>	<u>1,172</u>
	<u>440</u>	<u>4,920</u>	<u>732</u>	<u>6,092</u>

Support costs, included in the above, are as follows:

	Raising donations and legacies £	Other resources expended £	2019 Total activities £	2018 Total activities £
Website & marketing	-	-	-	4,323
Bank charges	-	440	440	144
Insurance	459	-	459	459
Professional Fees	4,461	-	4,461	600
Postage and stationery	-	-	-	99
Volunteer Expenses	-	-	-	100
Other overheads	-	-	-	3,736
Accountancy	<u>-</u>	<u>732</u>	<u>732</u>	<u>1,075</u>
	<u>4,920</u>	<u>1,172</u>	<u>6,092</u>	<u>10,536</u>

**Independent Cinema Milton Keynes (Icmk)
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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019**

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2019 nor for the year ended 31 July 2018.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 July 2019 nor for the year ended 31 July 2018.

6. STAFF COSTS

There were no staff costs for the current or previous year.

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	12,943	48,106	61,049
 EXPENDITURE ON			
Raising funds	12,715	31,574	44,289
NET INCOME	<u>228</u>	<u>16,532</u>	<u>16,760</u>
Transfers between funds	<u>(21)</u>	<u>21</u>	<u>-</u>
Net movement in funds	207	16,553	16,760
 RECONCILIATION OF FUNDS			
Total funds brought forward	(815)	744	(71)
TOTAL FUNDS CARRIED FORWARD	<u>(608)</u>	<u>17,297</u>	<u>16,689</u>

**Independent Cinema Milton Keynes (Icmk)
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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019**

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Bank loans and overdrafts (see note 9)	-	198
Accrued expenses	673	660
	<u>673</u>	<u>858</u>

9. LOANS

An analysis of the maturity of loans is given below:

	2019	2018
	£	£
Amounts falling due within one year on demand:		
Bank overdraft	<u>-</u>	<u>198</u>

10. MOVEMENT IN FUNDS

	At 1.8.18	Net movement in funds	At 31.7.19
	£	£	£
Unrestricted funds			
General fund	(607)	2,274	1,667
Restricted funds			
Arts Council	4,164	(3,986)	178
MK Council Soc Legacy	4,115	(4,051)	64
MK Community Foundation	4,930	(4,821)	109
MKFilm Network	67	-	67
Zerena	520	-	520
The Arts & Heritage Alliance Milton Keynes	1,333	(1,304)	29
CO OP	265	(225)	40
BFI 2018	1,902	(1,881)	21
	<u>17,296</u>	<u>(16,268)</u>	<u>1,028</u>
TOTAL FUNDS	<u>16,689</u>	<u>(13,994)</u>	<u>2,695</u>

**Independent Cinema Milton Keynes (Icmk)
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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019**

10. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	12,673	(10,399)	2,274
Restricted funds			
Arts Council	1,310	(5,296)	(3,986)
MK Council Soc Legacy	9,546	(13,597)	(4,051)
MK Community Foundation	-	(4,821)	(4,821)
The Arts & Heritage Alliance Milton Keynes	1,130	(2,434)	(1,304)
CO OP	-	(225)	(225)
BFI 2018	2,501	(4,382)	(1,881)
	<u>14,487</u>	<u>(30,755)</u>	<u>(16,268)</u>
TOTAL FUNDS	<u>27,160</u>	<u>(41,154)</u>	<u>(13,994)</u>

Comparatives for movement in funds

	At 1.8.17 £	Net movement in funds £	Transfers between funds £	At 31.7.18 £
Unrestricted funds				
General fund	(815)	229	(21)	(607)
Restricted funds				
Arts Council	-	4,164	-	4,164
MK Council Soc Legacy	-	4,115	-	4,115
MK Community Foundation	-	4,930	-	4,930
MKFilm Network	215	(148)	-	67
BFI Hub Programme	9	(30)	21	-
Zerena	520	-	-	520
The Arts & Heritage Alliance Milton Keynes	-	1,333	-	1,333
CO OP	-	265	-	265
BFI 2018	-	1,902	-	1,902
	<u>744</u>	<u>16,531</u>	<u>21</u>	<u>17,296</u>
TOTAL FUNDS	<u>(71)</u>	<u>16,760</u>	<u>-</u>	<u>16,689</u>

**Independent Cinema Milton Keynes (Icmk)
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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019**

10. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	12,943	(12,714)	229
Restricted funds			
Arts Council	13,500	(9,336)	4,164
MK Council Soc Legacy	11,499	(7,384)	4,115
MK Community Foundation	7,436	(2,506)	4,930
MKFilm Network	-	(148)	(148)
BFI Hub Programme	600	(630)	(30)
The Arts & Heritage Alliance Milton Keynes	4,520	(3,187)	1,333
CO OP	3,052	(2,787)	265
BFI 2018	7,499	(5,597)	1,902
	<u>48,106</u>	<u>(31,575)</u>	<u>16,531</u>
TOTAL FUNDS	<u>61,049</u>	<u>(44,289)</u>	<u>16,760</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.8.17 £	Net movement in funds £	Transfers between funds £	At 31.7.19 £
Unrestricted funds				
General fund	(815)	2,503	(21)	1,667
Restricted funds				
Arts Council	-	178	-	178
MK Council Soc Legacy	-	64	-	64
MK Community Foundation	-	109	-	109
MKFilm Network	215	(148)	-	67
BFI Hub Programme	9	(30)	21	-
Zerena	520	-	-	520
The Arts & Heritage Alliance Milton Keynes	-	29	-	29
CO OP	-	40	-	40
BFI 2018	-	21	-	21
	<u>744</u>	<u>263</u>	<u>21</u>	<u>1,028</u>
TOTAL FUNDS	<u>(71)</u>	<u>2,766</u>	<u>-</u>	<u>2,695</u>

**Independent Cinema Milton Keynes (Icmk)
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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019**

10. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	25,616	(23,113)	2,503
Restricted funds			
Arts Council	14,810	(14,632)	178
MK Council Soc Legacy	21,045	(20,981)	64
MK Community Foundation	7,436	(7,327)	109
MKFilm Network	-	(148)	(148)
BFI Hub Programme	600	(630)	(30)
The Arts & Heritage Alliance Milton Keynes	5,650	(5,621)	29
CO OP	3,052	(3,012)	40
BFI 2018	10,000	(9,979)	21
	<u>62,593</u>	<u>(62,330)</u>	<u>263</u>
TOTAL FUNDS	<u>88,209</u>	<u>(85,443)</u>	<u>2,766</u>

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 July 2019.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.