

COMPANY REGISTRATION NUMBER: NI625831
CHARITY REGISTRATION NUMBER: NIC102750

**Aghanloo Community Association
Company Limited by Guarantee
Unaudited Financial Statements
31 July 2021**

DONALDSON & THOMPSON

Chartered Accountants
101 Irish Green Street
Limavady
BT49 9AA



Aghanloo Community Association

Company Limited by Guarantee

Financial Statements

Year ended 31 July 2021

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Aghanloo Community Association

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Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 July 2021

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 year ended 31 July 2021.

Reference and administrative details

Registered charity name	Aghanloo Community Association
Charity registration number	NIC102750
Company registration number	NI625831
Principal office and registered office	The Community Centre 31 Aghanloo Road Limavady BT49 0HY

The trustees

Mr J Thompson
Mr E Stevenson
Mr I Martin
Mrs E Scott
Mrs R Savage

Independent examiner	Donaldson & Thompson Chartered Accountants 101 Irish Green Street Limavady BT49 9AA
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Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 25th July 2014, accepted as a charity by HM Revenue & Customs, reference NI00620 and registered with the Charity Commission for Northern Ireland on 22nd April 2016, charity number NIC102750. The company was incorporated under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Objectives and activities

Aghanloo Community Association serves the Rural Community of Aghanloo and surrounding areas with the provision of a community centre which facilitates activities for children, young people, those with mental health, socially isolated, families and older persons. The association aims to provide a secure, safe environment for those living within the rural area for community engagement, education, training and social /cultural activities. Aghanloo Community Association is a community hub which aims to provide, facilitate and support its local residents and meet the needs of the rural community in which it is situated.

Aghanloo Community Association

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 July 2021

Achievements and performance

The charity currently runs dance classes, facilitate Woman's Institute, charity events, children's summer scheme and workshops, educational workshops and classes and adult social events. The property is also hired out to local religious groups for events and functions and provided to residents of the Aghanloo area and surrounding district for recreational purposes. Due to the impact of the current pandemic, the premises had to be closed from March 2020 and remained closed for most of the year.

Financial review

The results for the year are contained in the financial statements attached. During the year income from room hire and workshop events has remained at a reduced level due to the closure of the charity's property as noted above. The charity's legal representatives are reviewing the situation with regard to the fraud committed on the charity, in the previous year, by an external perpetrator in respect of the loan facility obtained to fund the renovation of the charity's property. It is the charity's trustees' intention to continue to work with their legal representatives and Community Finance Ireland (formerly Ulster Community Investment Trust Ltd (UCIT)) to achieve a resolution to this situation.

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 3 May 2022 and signed on behalf of the board of trustees by:

Mr J Thompson
Trustee



Aghanloo Community Association

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Independent Examiner's Report to the Trustees of Aghanloo Community Association

Year ended 31 July 2021

I report on the financial statements for the year ended 31 July 2021, which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006. 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 65 of the Charities Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission for Northern Ireland under section 65(9)(b) of the Charities Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

I have examined your charity accounts as required under section 65 of the Charities Act and my examination was carried out in accordance with the general Directions given by the Charity Commission for Northern Ireland under section 65(9)(b) of the Charities Act. The examination included a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also included consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters.

My role is to state whether any material matters have come to my attention giving me cause to believe:

1. That accounting records were not kept in accordance with section 386 of the Companies Act 2006
2. That the accounts do not accord with those accounting records
3. That the accounts do not comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the 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.
4. That there is further information needed for a proper understanding of the accounts to be reached.

Aghanloo Community Association

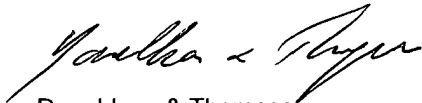
Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Aghanloo Community Association *(continued)*

Year ended 31 July 2021

Independent examiner's statement

I have completed my examination and have no concerns in respect of the matters (1) to (4) listed above and, in connection with following the Directions of the Charity Commission for Northern Ireland, I have found no matters that require drawing to your attention.



Donaldson & Thompson
Chartered Accountants
Independent Examiner

101 Irish Green Street
Limavady
BT49 9AA

3 May 2022

Aghanloo Community Association

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 July 2021

		Unrestricted funds	2021 Restricted funds	Total funds	2020 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	5	100	–	100	500
Charitable activities	6	11,414	16,238	27,652	267,849
Other trading activities	7	–	240	240	–
Investment income	8	12	–	12	40
Other income	9	–	–	–	292
Total income		<u>11,526</u>	<u>16,478</u>	<u>28,004</u>	<u>268,681</u>
Expenditure					
Expenditure on charitable activities	10,11	20,192	10,932	31,123	28,359
Other expenditure	12	–	–	–	78,752
Total expenditure		<u>20,192</u>	<u>10,932</u>	<u>31,123</u>	<u>107,111</u>
Net (expenditure)/income and net movement in funds		<u>(8,666)</u>	<u>5,546</u>	<u>(3,119)</u>	<u>161,570</u>
Reconciliation of funds					
Total funds brought forward		375,451	(86,925)	288,526	126,956
Total funds carried forward		<u>366,785</u>	<u>(81,379)</u>	<u>285,406</u>	<u>288,526</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 15 form part of these financial statements.

Aghanloo Community Association

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Statement of Financial Position

31 July 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	17	380,405	378,107
Current assets			
Debtors	18	247	2,000
Cash at bank and in hand		6,543	2,620
		<u>6,790</u>	<u>4,620</u>
Creditors: amounts falling due within one year	19	101,788	94,201
Net current liabilities		<u>94,998</u>	<u>89,581</u>
Total assets less current liabilities		<u>285,407</u>	<u>288,526</u>
Net assets		<u>285,407</u>	<u>288,526</u>
Funds of the charity			
Restricted funds		(81,379)	(86,925)
Unrestricted funds		366,785	375,451
Total charity funds	20	<u>285,406</u>	<u>288,526</u>

For the year ending 31 July 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

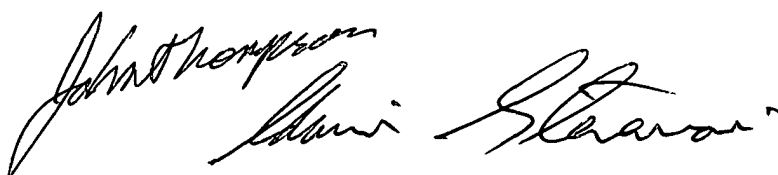
- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation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

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

These financial statements were approved by the board of trustees and authorised for issue on 3 May 2022, and are signed on behalf of the board by:

Mr J Thompson
Trustee

Mr E Stevenson
Trustee



The notes on pages 7 to 15 form part of these financial statements.

Aghanloo Community Association

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 July 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in Northern Ireland and a registered charity in Northern Ireland. The address of the registered office is The Community Centre, 31 Aghanloo Road, Limavady, BT49 0HY.

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.

Going concern

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

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management 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.

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.

Aghanloo Community Association

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

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.

Aghanloo Community Association

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

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:

Freehold property	- 2% straight line
Fixtures and fittings	- 20% reducing balance

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.

Financial instruments

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

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Aghanloo Community Association

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

Aghanloo Community Association is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £10 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

Aghanloo Community Association

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	100	100	500	500

6. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Other income from charitable activities- Rent	1,907	–	1,907
Other income from charitable activities - Grants	8,399	15,151	23,550
Other income from charitable activities - Room hire	1,108	–	1,108
Other income from charitable activities - Workshops & events	–	1,087	1,087
	<u>11,414</u>	<u>16,238</u>	<u>27,652</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Other income from charitable activities- Rent	2,580	–	2,580
Other income from charitable activities - Grants	–	263,336	263,336
Other income from charitable activities - Room hire	1,377	–	1,377
Other income from charitable activities - Workshops & events	–	556	556
	<u>3,957</u>	<u>263,892</u>	<u>267,849</u>

7. Other trading activities

	Restricted Funds £	Total Funds 2021 £	Restricted Funds £	Total Funds 2020 £
Fundraising events	240	240	–	–

8. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	12	12	40	40

Aghanloo Community Association

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

9. Other income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Gain on disposal of tangible fixed assets held for charity's own use	—	—	292	292

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Community centre	18,931	10,932	29,864
Support costs	1,261	—	1,259
	<u>20,192</u>	<u>10,932</u>	<u>31,123</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Community centre	11,069	16,051	27,120
Support costs	1,239	—	1,239
	<u>12,308</u>	<u>16,051</u>	<u>28,359</u>

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2021 £	Total fund 2020 £
Community centre	29,267	597	—	29,864	27,120
Governance costs	—	—	1,259	1,259	1,239
	<u>29,267</u>	<u>597</u>	<u>1,259</u>	<u>31,123</u>	<u>28,359</u>

12. Other expenditure

	Restricted Funds £	Total Funds 2021 £	Restricted Funds £	Total Funds 2020 £
Other exceptional expenditure	—	—	78,752	78,752

Aghanloo Community Association

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

13. Net (expenditure)/income

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

	2021	2020
	£	£
Depreciation of tangible fixed assets	8,723	8,051
Gains on disposal of tangible fixed assets	—	(292)

14. Independent examination fees

	2021	2020
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	1,230	1,230

15. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

2021	2020
£	£
—	—

The average head count of employees during the year was Nil (2020: Nil).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

16. Trustee remuneration and expenses

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

17. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Total £
Cost			
At 1 August 2020	392,339	2,971	395,310
Additions	8,283	2,738	11,021
At 31 July 2021	400,622	5,709	406,331
Depreciation			
At 1 August 2020	15,047	2,156	17,203
Charge for the year	8,012	711	8,723
At 31 July 2021	23,059	2,867	25,926
Carrying amount			
At 31 July 2021	377,563	2,842	380,405
At 31 July 2020	377,292	815	378,107

Aghanloo Community Association

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

18. Debtors

	2021	2020
	£	£
Prepayments and accrued income	<u>247</u>	<u>2,000</u>

19. Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals and deferred income	1,230	1,291
Other creditors	<u>100,558</u>	<u>92,910</u>
	<u>101,788</u>	<u>94,201</u>

20. Analysis of charitable funds

Unrestricted funds

	At 1 August 2020	Income	Expenditure	Transfers	At 31 July 2021
	£	£	£	£	£
General funds	(1,841)	11,526	(12,180)	(8,283)	(10,778)
Designated funds	<u>377,292</u>	<u>—</u>	<u>(8,012)</u>	<u>8,283</u>	<u>377,563</u>
	<u>375,451</u>	<u>11,526</u>	<u>(20,192)</u>	<u>—</u>	<u>366,785</u>

	At 1 August 2019	Income	Expenditure	Transfers	At 31 July 2020
	£	£	£	£	£
General funds	8,994	4,789	(4,461)	(11,163)	(1,841)
Designated funds	<u>112,800</u>	<u>—</u>	<u>(7,847)</u>	<u>272,339</u>	<u>377,292</u>
	<u>121,794</u>	<u>4,789</u>	<u>(12,308)</u>	<u>261,176</u>	<u>375,451</u>

Aghanloo Community Association

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

20. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 Aug 2020	Income	Expenditure	Transfers	At 31 July 2021
	£	£	£	£	£
Restricted funds	(86,925)	16,478	(10,932)	—	(81,379)

	At 1 Aug 2019	Income	Expenditure	Transfers	At 31 July 2020
	£	£	£	£	£
Restricted funds	5,162	263,892	(94,803)	(261,176)	(86,925)

21. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Tangible fixed assets	378,215	2,190	380,405
Current assets	(10,199)	16,989	6,790
Creditors less than 1 year	(1,230)	(100,558)	(101,788)
Net assets	366,786	(81,379)	285,407

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Tangible fixed assets	378,107	—	378,107
Current assets	(1,365)	5,985	4,620
Creditors less than 1 year	(1,291)	(92,910)	(94,201)
Net assets	375,451	(86,925)	288,526

22. Charges on assets

The charity's property at Aghanloo is subject to a charge in favour of the Department of Agriculture, Environment & Rural Affairs which can be released upon the request of the company after the expiry of 10 years from 17th June 2019.