

The Peninsula Trust

Annual Accounts

For the Year Ended 31st March 2017

**The Peninsula Trust
Financial Statements
Year Ended 31st March 2017**

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**The Peninsula Trust
Independent Accountant's Report to the Members of The Peninsula Trust
Year Ended 31st March 2017**

We report on the financial statements of the trust for the year ended 31st March 2017 which comprise Profit and Loss Account and Balance Sheet.

This report is made solely to the members as a body. Our reporting work has been undertaken so that we might state to the members those matters we are required to state to them in an independent accountant's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the trust and the members as a body, for our work, for this report, or for the opinion we have formed.

**RESPECTIVE RESPONSIBILITIES OF MANAGEMENT COMMITTEE AND THE
INDEPENDENT ACCOUNTANT**

The Management Committee is responsible for the preparation of the accounts and they consider that an audit is not required for this year and that an independent accountant's report is needed. It is our responsibility to carry out procedures designed to enable us to report that opinion.

BASIS OF THE INDEPENDENT ACCOUNTANT'S OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants. Our procedures included a review of the accounting records kept by the society 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 Management Committee concerning any such matters. The procedures undertaken do not provide all the evidence that would be required for an audit, and consequently we do not express an audit opinion on the view given by the accounts.

INDEPENDENT ACCOUNTANT'S OPINION

In our opinion:

- (a) the accounts are in agreement with those accounting records kept by the society under section 75 of the Co-operative and Community Benefit Societies Act 2014
- (b) having regard only to, and on the basis of, the information contained in those accounting records, the accounts have been drawn up in a manner consistent with the accounting requirements of the applicable legislation, and,
- (c) the society satisfied the conditions for exemption from an audit of the accounts for the year specified in section 84 of the Co-operative and Community Benefit Societies Act 2014 and did not at any time within that year fall within any of the categories of societies not entitled to the exemptions specified in section 84(3) of the Co-operative and Community Benefit Societies Act 2014

**Andrew Wing LLB FCA
Wings Accountants Ltd**

20 Manor Way
Tavistock
Devon
PL19 8RF

Director's Report on the Annual Accounts

The Directors of The Peninsula Trust present the organisation's Annual Accounts for the year 1st April 2016 to 31st March 2017, for approval by the membership at the third Annual General Meeting, 4th July 2017.

The financial year April 2016 - March 2017 was a period of hard work for our Trust, with the focus on securing substantial new investment to stabilise our income streams and move to genuinely self-sustaining operation at our property at 3 West St, Millbrook.

As a result of this effort, we were delighted to be offered a large grant - £463,360 - from the UK Government's "Coastal Communities Fund" to build work units on the derelict rear yard at the Rame Centre. This offer was made after the financial year end, on 3rd April 2017, by the Department of Communities and Local Government and has now been accepted by the Trust.

Once completed (our current plans are for completion in January 2018) the rental income from the work units, added to our existing income from the flats, will cover our basic running costs and a part-time Rame Centre manager. This means that our West Street property will generate a secure, self-supporting income, providing a stable, permanent asset for our community.

We should emphasise that the activities taking place within the Rame Centre - whether the welfare/support work or the community facilities such as the library - are not themselves fully secure, because they all rely on continued volunteer support and fundraising for their own running costs. However, we are confident that our community will continue to provide the energy, ideas and volunteer hours that have made such a success of the Rame Centre.

Our work for the community continues to grow steadily. We are proud owners of the Rame Centre, a vibrant community facility which is providing a huge range of benefits for local people:

- Provision of high-quality housing for local young people
- The microlibrary, run in partnership with Cornwall Library Service
- Community volunteering and information
- Kernow Credit Union, with 38 local members to date
- The food bank collection point, now generating enough to cover the needs of our area's applicants to the service
- Our advice/support service offering help on benefits, housing, etc
- Continued provision of the computer centre from Millbrook parish council
- Strong growth in our "Art Wall" displaying local products (pictures, crafts, etc)
- A support group for older people
- Very good progress with the Dementia Action Group and their monthly Memory Cafe
- A young adults group
- A new group for computer enthusiasts, the Rame Tech Team

Our financial position

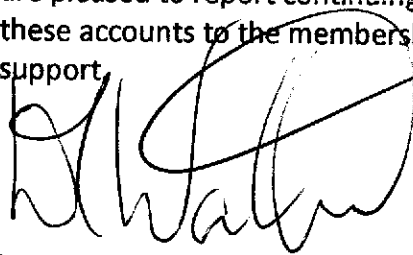
The achievement of the major new investment had a negative consequence for our financial position in 2016/17. There was a requirement for very intensive work by our manager throughout this year, to satisfy the demands of the new funders; this meant a significant deterioration in the short-term fundraising activity that we were able to run. The result is shown in this year's accounts - a drop of around 50% in our income, leading to a large loss on the year.

The Board of Directors took the view that the short-term pain of poor results was an acceptable trade-off in the effort to achieve long-term sustainability and a secure base for our Rame Centre and the Trust's overall work.

Our support base

Throughout 2016/17, as in previous years, we have been supported by a huge number of residents, volunteers, organisations and advisers. We want to express our thanks to everybody - this really is a team effort, and the terrific results are there for all to see.

We are delighted with the step-up in our work that the new investment brings, we are pleased to report continuing success on our overall activities, and in presenting these accounts to the membership we look forward to their continuing approval and support.



Laurence M. Watkins,
Chair, The Peninsula Trust

The Peninsula Trust
Profit and Loss Account
Year Ended 31st March 2017

	Notes	2016/17 £	2015/16 £
REVENUE		35,811	73,526
Cost of Sales		10,877	27,076
GROSS PROFIT		24,934	46,450
Administrative expenses		31,664	36,065
OPERATING PROFIT/LOSS		-6,730	10,384
Interest payable and similar charges		11,029	11,460
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		-£17,759	-1,076
LOSS FOR THE FINANCIAL YEAR		-£17,759	-£1,076

**The Peninsula Trust
Balance Sheet
Year Ended 31st March 2017**

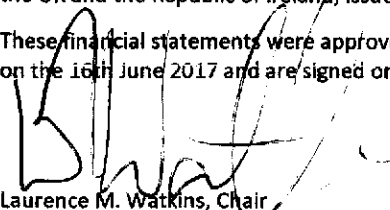
	Notes	£	2016/17 £	2015/16 £
FIXED ASSETS				
Tangible Asset	2		303,168	303,168
CURRENT ASSETS				
Debtors	3	684		6,010
Cash at bank and in hand		2,989		5,369
			3,673	11,379
CREDITORS: Amounts falling due within one year	4		34,670	19,548
NET CURRENT ASSETS / (LIABILITIES)			-30,997	-8,168
TOTAL ASSETS LESS CURRENT LIABILITIES			272,171	295,000
CREDITORS: Amounts falling due after one year	5		300,961	306,100
			-28,790	-11,100
CAPITAL AND RESERVES				
Share Capital	6		24,299	24,230
Profit and Loss Account	7		-53,089	-35,330
			-28,790	-11,100

The officers of the Management Committee acknowledge their responsibilities for:

- (i) ensuring that the society keeps proper accounting records which comply with sections 75 and 76 of the Co-operative and Community Benefit Societies Act 2014 (the Act),
- (ii) establishing and maintaining a satisfactory system of its books of accounts, its cash holdings and all its receipts and remittances in order to comply with sections 75 and 76 of the Act, and
- (iii) preparing financial statements which give a true and fair view of the state of affairs of the society as at the end of the financial year and of its income and expenditure for the financial year in accordance with the requirements of section 80, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the society.

These accounts have been prepared in accordance with FRS102 The Financial Reporting Standard Applicable in the UK and the Republic of Ireland, issued March 2013.

These financial statements were approved by the Management Committee and authorised for issue on the 16th June 2017 and are signed on their behalf by:


Laurence M. Watkins, Chair

**The Peninsula Trust
Notes to the Financial Statements
Year Ended 31st March 2017**

1.ACCOUNTING POLICIES

Company Information

The Peninsula Trust is a charitable company limited by shares incorporated in England and Wales and a Registered Society registered with The Financial Conduct Authority. The registered office is The Rame Centre, 3 West Street, Millbrook, Cornwall PL10 1AA. The principal activity of the Trust is to provide beneficial services to the community of the Rame Peninsula and surrounding area. Services include support to the elderly and young people.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"). The financial statements are also prepared under the requirements of the Co-operative and Community Benefit Societies Act 2014.

The financial statements are prepared in sterling, which is the functional currency of the association. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated. The association adopted FRS102 in the current year.

1.2 Cash flow statement

The Management Committee has taken advantage of the exemption in FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") from including a Cash Flow statement in the financial statements on the grounds that the society is small.

1.3 Going concern

The directors have at the time of approving the financial statements, a reasonable expectation that the association has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

1.4 Turnover

Turnover is measured at the fair value of the consideration received or receivable net of discounts. The policies adopted for the recognition of turnover are as follows:

Turnover represents rental and service charge income receivable in the year net of rent and service charge losses from voids, revenue grants and the amortisation of government grants.

1.5 Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

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

Leasehold Property-10% Straight Line

Fixtures & Fittings-20% Straight Line

1.6 Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

1.7 Taxation

The association has charitable status with HM Revenue and Customs, and on the basis of these accounts, no charge to Corporation Tax arises. Deferred tax is therefore also not applicable.

The association is not registered for VAT and all expenditure is shown inclusive of VAT.

2 Employees

The average monthly number of persons (including members of the executive team) employed by the association during the year was nil (2016: nil).

3. TANGIBLE FIXED ASSETS

Freehold Property	2016/17	2015/16
	£	£
COST		
At 1st April	303,167.98	303,167.98
Additions	0.00	0.00
At 31 March 2017	<u>303,167.98</u>	<u>303,167.98</u>
DEPRECIATION		
Charge for the year	0.00	0.00
At 31 March 2017	<u>0.00</u>	<u>0.00</u>
NET BOOK VALUE		
At 31 March 2017	<u>303,167.98</u>	<u>303,167.98</u>

4. DEBTORS

	2016/17	2015/16
	£	£
Project Debtors	458.00	4,100.00
Property Rental	0.0	1,410.00
Others – incl. Prepayments	226.0	500.00
	<u>684.00</u>	<u>6,010.00</u>

5. CREDITORS: Amounts falling due within one year

	2016/17	2015/16
	£	£
Creditors	33,245.25	10,037.66
Tenancy Deposit	1,125.00	1,100.00
Deferred Income	300.00	8,410.00
	<u>34,670.25</u>	<u>19,547.66</u>

6. CREDITORS: Amounts falling due after one year

	2016/17	2015/16
	£	£
CCF	169,583.30	174,722.44
Tape	110,000.00	110,000.00
Launch Loans	21,377.80	21,377.80
	<u>300,961.10</u>	<u>306,100.24</u>

7.SHARE CAPITAL

	2016/17	2015/16
	£	£
Membership Shares	399.00	330.00
Community Shares	23,900.00	23,900.00
	<u>24,299.00</u>	<u>24,230.00</u>

8.RESERVES

	2016/17	2015/16
	£	£
Loss brought forward from Prior Year	-35,330.53	-34,255.00
In Year Profit/Loss	-17,758.99	-1,075.53
Accumulated Loss carried forward	-53,089.52	-35,330.53