

Bretforton Community Shop
Unaudited Financial Statements
31 March 2023

Bretforton Community Shop

Financial Statements

Year ended 31 March 2023

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Bretforton Community Shop

Management Committee Report

Year ended 31 March 2023

The members present their report and the unaudited financial statements of the society for the year ended 31 March 2023.

Principal activities

Bretforton Community Shop Limited was formed as an Industrial and Provident Society which registered in May 2013. It is a voluntary organisation run by a Management team of twelve volunteers for the benefit of the community. Its primary function is to provide a Community based retail shop not just as a replacement for the lost village store and post office in April 2013, but as a social hub for local villagers to meet up and socialise.

Members

The members who served the society during the year were as follows:

Chris Buckham
Heather London
John Cleveland
Lynette Williams
Kate Buckham
David Miskin
Mike Cook

This report was approved by the management committee on and signed on behalf of the board by:

Chris Buckham
Chair

Heather London
Treasurer

Lynette Williams
Secretary

Registered office:
39 New Street
Bretforton
Evesham
WR11 7JE

Bretforton Community Shop

Independent Accountant's Report to Bretforton Community Shop

Year ended 31 March 2023

We report on the financial statements of the society for the year ended 31 March 2023 which comprise the income statement, statement of financial position and the related notes.

Our work has been undertaken so that we might state to the society those matters we are required to state to it in an 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 society for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the management committee and independent accountant

The management committee is responsible for the preparation of the financial statements 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 our opinion.

Basis for 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 financial statements presented with those records. It also included consideration of any unusual items or disclosures in the financial statements, 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 financial statements.

Opinion

In our opinion:

- a) the financial statements are in agreement with the 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 financial statements comply with the requirements of the Co-operative and Community Benefit Societies Act 2014.
- c) for the preceding year of account, the financial criteria for the exercise of the power conferred by section 84 were met in relation to the year.

DAVID CADWALLADER & CO LIMITED
Chartered Certified Accountants

Suite 3 Bignell Park Barns
Chesterton
Nr Bicester
Oxon
OX26 1TD

Bretforton Community Shop

Income Statement

Year ended 31 March 2023

	Note	2023 £	2022 £
Turnover		193,412	183,391
Cost of sales		<u>154,898</u>	<u>146,826</u>
Gross profit		38,514	36,565
Administrative expenses		<u>51,324</u>	49,726
Other operating income		<u>94</u>	<u>2,072</u>
Operating loss		(12,716)	(11,089)
Interest payable and similar expenses		<u>748</u>	<u>498</u>
Loss before taxation	4	(13,464)	(11,587)
Tax on loss		<u>-</u>	<u>-</u>
Loss for the financial year		<u>(13,464)</u>	<u>(11,587)</u>

The society has no other recognised items of income and expenses other than the results for the year as set out above.

The notes on pages 6 to 8 form part of these financial statements.

Bretforton Community Shop

Statement of Financial Position

31 March 2023

	Note	2023 £	£	2022 £
Fixed assets				
Tangible assets	5		4,351	10,065
Current assets				
Stocks		10,511		12,161
Cash at bank and in hand		53,896		61,997
		64,407		74,158
Creditors: amounts falling due within one year	6	25,507		21,000
Net current assets			38,900	53,158
Total assets less current liabilities			43,251	63,223
Creditors: amounts falling due after more than one year	7		21,482	28,020
Net assets			21,769	35,203
Capital and reserves				
Called up share capital			37,720	37,690
Profit and loss account			(15,951)	(2,487)
Members funds			21,769	35,203

The society is satisfied that it is entitled to exemption from the requirement to obtain an audit under section 84 of the Co-operative and Community Benefit Societies Act 2014.

The members have not required the society to obtain an audit of its financial statements for the year in question in accordance with the Act.

The members acknowledge their responsibilities for:

- ensuring that the society keeps proper accounting records which comply with section 75 of the Co-operative and Community Benefit Societies Act 2014 (the Act);
- 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 section 75 of the Act; and
- 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 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 financial statements have been prepared in accordance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The statement of financial position
continues on the following page.

The notes on pages 6 to 8 form part of these financial statements.

Bretforton Community Shop

Statement of Financial Position *(continued)*

31 March 2023

These financial statements were approved by the management committee and authorised for issue on, and are signed on their behalf by:

Chris Buckham
Chair

Heather London
Treasurer

Lynette Williams
Secretary

Registration number: 32135R

The notes on pages 6 to 8 form part of these financial statements.

Bretforton Community Shop

Notes to the Financial Statements

Year ended 31 March 2023

1. General information

The society is registered under the Co-operative and Community Benefit Societies Act 2014. The address of the registered office is 39 New Street, Bretforton, Evesham, WR11 7JE.

2. Accounting policies

Basis of preparation

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

Donations are recognised as income upon receipt.

Grant income is subject to deferral where the grant period exceeds 12 months.

Revenue recognition

Turnover represents amounts derived from the provision of goods and services falling within the company's ordinary activities after deduction of value added tax.

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 comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

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:

Land and buildings	-	10% straight line
Fixtures and fittings	-	10% straight line
Equipment	-	10% straight line

Bretforton Community Shop

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

2. Accounting policies *(continued)*

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 society are assigned to those units.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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.

3. Employee numbers

The average number of persons employed by the society during the year amounted to 2 (2022: 2).

4. Profit before taxation

Profit before taxation is stated after charging:

	2023	2022
	£	£
Depreciation of tangible assets	<u>5,714</u>	<u>5,615</u>

Bretforton Community Shop

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

5. Tangible assets

	Land and buildings £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 1 April 2022 and 31 March 2023	<u>35,207</u>	<u>10,474</u>	<u>11,923</u>	<u>57,604</u>
Depreciation				
At 1 April 2022	31,952	8,258	7,329	47,539
Charge for the year	<u>3,517</u>	<u>1,043</u>	<u>1,154</u>	<u>5,714</u>
At 31 March 2023	<u>35,469</u>	<u>9,301</u>	<u>8,483</u>	<u>53,253</u>
Carrying amount				
At 31 March 2023	<u>(262)</u>	<u>1,173</u>	<u>3,440</u>	<u>4,351</u>
At 31 March 2022	<u>3,255</u>	<u>2,216</u>	<u>4,594</u>	<u>10,065</u>

6. Creditors: amounts falling due within one year

	2023 £	2022 £
Bank loans and overdrafts	7,204	8,000
Trade creditors	10,768	6,488
Social security and other taxes	1,733	687
Other creditors	<u>5,802</u>	<u>5,825</u>
	<u>25,507</u>	<u>21,000</u>

7. Creditors: amounts falling due after more than one year

	2023 £	2022 £
Bank loans and overdrafts	<u>21,482</u>	<u>28,020</u>

8. Related party transactions

The management committee purchase items from the shop. All transactions are at open market value. No other transactions with related parties were undertaken such as required to be disclosed under FRS 102.

Bretforton Community Shop

Management Information

Year ended 31 March 2023

The following pages do not form part of the financial statements.

Bretforton Community Shop

Detailed Income Statement

Year ended 31 March 2023

	2023 £	2022 £
Turnover		
Sales	190,887	181,787
Consultancy	2,525	1,604
	<u>193,412</u>	<u>183,391</u>
Cost of sales		
Opening stock	12,161	12,234
Purchases	153,053	146,493
Event costs	195	260
	<u>165,409</u>	<u>158,987</u>
Closing stock	10,511	12,161
	<u>154,898</u>	<u>146,826</u>
Gross profit	<u>38,514</u>	<u>36,565</u>
Overheads		
Administrative expenses	51,324	49,726
Loss on society trading	<u>(12,810)</u>	<u>(13,161)</u>
Donations	43	2,021
Capital grant released	51	51
	<u>94</u>	<u>2,072</u>
Operating loss	<u>(12,716)</u>	<u>(11,089)</u>
Interest payable and similar expenses	(748)	(498)
Loss before taxation	<u>(13,464)</u>	<u>(11,587)</u>

Bretforton Community Shop
Notes to the Detailed Income Statement
Year ended 31 March 2023

	2023	2022
	£	£
Administrative expenses		
Wages and salaries	27,484	28,473
Rent rates and water	2,400	2,400
Light and heat	5,333	4,227
Insurance	1,083	928
Repairs and maintenance (allowable)	957	1,162
Waste collection	794	745
Telephone	453	455
Printing postage and stationery	–	113
Subscriptions & licenses	1,580	1,580
Sundry expenses	964	411
Advertising	198	206
Entertaining	602	–
Legal and professional fees (allowable)	35	105
Accountancy fees	740	640
Depreciation of tangible assets	5,714	5,615
Bank charges	2,987	2,666
	<u>51,324</u>	<u>49,726</u>
 Interest payable and similar expenses		
Interest on bank loans and overdrafts	<u>748</u>	<u>498</u>