

Report of the Committee and
Unaudited Financial Statements for the Year Ended 30 September 2020
for
THE GARDENERS REST COMMUNITY SOCIETY LTD

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for the Year Ended 30 September 2020

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THE GARDENERS REST COMMUNITY SOCIETY LTD

Company Information
for the Year Ended 30 September 2020

OFFICERS:

Jan Brears
Mark Beckles Willson
Andy Crowther
Andy Chaplin
Ian Sewerin
Jil Deeley-Noades
Janet Ridler
Paul Truin
Barry Wheatley

SECRETARY:

Andy Chaplin

REGISTERED OFFICE:

The Gardeners Rest
105 Neepsend lane
Sheffield
South Yorkshire
S3 8AT

REGISTERED NUMBER:

7393 (England and Wales)

ACCOUNTANTS:

C J Woodhead & Co Ltd
158 Hemper Lane
Greenhill
Sheffield
South Yorkshire
S8 7FE

Report of the Directors
for the Year Ended 30 September 2020

The committee present their report with the financial statements of the company for the year ended 30 September 2020.

REVIEW OF BUSINESS

Society Details

The community benefit society was registered with the FCA on 2 September 2016 and commenced trading on 18 April 2017.

REVIEW OF BUSINESS

Objectives and Activities

The Gardeners Rest is a traditional local pub serving real ale, a music venue and a place for socially inclusive activities. The objective over the past year has been to manage the Gardeners Rest during the various stages of Covid-19 business restrictions such that we safeguard shareholder investment, manage staff and resources and ensure that we remain able to trade again as soon as restrictions are no longer required.

Achievement and Performance

2019-2020 has been a challenging year. For the first five months we had the business running smoothly – making £6k net profit on sales of £133k. It looked like we would be able to meet our objectives of developing the building, paying interest to shareholders and returning funds to those investors who wished to withdraw their investment.

We were required to close on 20th March due to Covid-19 restrictions. We claimed the Coronavirus Job Retention Scheme grant from 1st March and it continued until October 2020. In March we traded for part of the month, had sales of £16k and a net profit of £2k. In April to June we operated a takeaway business with sales of £13k for the 3 months and a trading loss of £7k. From July to September we operated as a Covid-19 secure, table-service pub with a turnover of £38k and a trading loss of £8k.

With no foreseeable prospect of sales returning to more than 50% of the previous levels we had to review our staff requirements in September. However we still remain confident that with government business closure grants and the backing of the Plunkett Foundation we will be able to manage our way through this difficult time.

COMMITTEE

The committee members shown below have held office during the whole of the period from 1 October 2019 to the date of this report:

Andy Crowther
Jan Brears - Treasurer
Mark Beckles Willson - Chair
Andy Chaplin - Secretary
Jil Deeley-Noades
Ian Sewerin
Janet Ridler

Other changes in committee members holding office are as follows:

Paul Truin - appointed 16th April 2020
Barry Wheatley - appointed 16th April 2020

RESERVES AND RISK

The Committee have considered the risks posed to the company by competition and by change of government policy. We are satisfied that we are vigilant in monitoring these risks, and that our business development strategy will increase the company's chances of increasing its financial stability.

ON BEHALF OF THE COMMITTEE


Andy Chaplin – Secretary


Jan Brears – Treasurer


Mark Beckles Wilson – Chairman

Date – 17 March 2021

THE GARDENERS REST COMMUNITY SOCIETY LTD

Income Statement
for the Year Ended 30 September 2020

	Notes	30.9.20 £	30.9.19 £
TURNOVER		271,815	395,257
Cost of sales		<u>203,678</u>	<u>289,294</u>
GROSS (LOSS)/PROFIT		68,137	105,963
Administrative expenses		45,946	56,637
OPERATING PROFIT	4	22,191	49,326
Interest payable and similar expenses		<u>3,823</u>	<u>8,572</u>
PROFIT BEFORE TAXATION		18,368	40,754
Tax on profit		<u>4,061</u>	<u>5,318</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>14,307</u></u>	<u><u>35,436</u></u>

The notes form part of these financial statements

Balance Sheet
30 September 2020

	Notes	30.9.20 £	£	30.9.19 £	£
FIXED ASSETS					
Tangible assets	5		292,927		295,932
CURRENT ASSETS					
Stocks		5,288		4,000	
Debtors	6	4,563		1,704	
Cash at bank		<u>72,566</u>		<u>69,294</u>	
		82,417		74,998	
CREDITORS					
Amounts falling due within one year	7	<u>43,825</u>		<u>50,325</u>	
NET CURRENT ASSETS			<u>38,592</u>		<u>24,673</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			331,519		320,605
CREDITORS					
Amounts falling due after more than one year	8		<u>53,171</u>		<u>35,614</u>
NET ASSETS			<u>278,348</u>		<u>284,991</u>
CAPITAL AND RESERVES					
Called up share capital	9		224,750		245,700
Retained earnings			<u>53,598</u>		<u>39,291</u>
SHAREHOLDERS' FUNDS			<u>278,348</u>		<u>284,991</u>

The society is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2020 in accordance with Section 476 of the Companies Act 2006.

The officers of the committee acknowledge their responsibilities for:

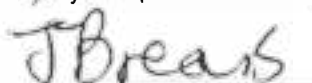
- ensuring that the society keeps accounting records which comply with Section 75 of the Co-operative and Community Benefit Societies Act 2014
- establishing and maintaining a satisfactory system of its books and accounts, its cash holdings and all its receipts and remittances in order to comply with Section 75 of the Co-operative and Community Benefit Societies Act 2014, and
- preparing financial statements which give a true and fair view of the state of affairs of the society as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 79 and 80 and which otherwise comply with the requirements of the Co-operative and Community Benefit Societies Act 2014 relating to financial statements, so far as applicable to the society.

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

The financial statements were approved by the Committee and authorised for issue on and were signed on its behalf by:



Andy Chaplin – Secretary



Jan Brears - Treasurer



Mark Beckles Wilson – Chairman

e notes form part of these financial statements

1. STATUTORY INFORMATION

The Gardeners Rest Community Society Ltd is a Community Benefit Society which is registered with the FCA (No. 7393) in England. The society is, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The Gardeners Rest Community Society Limited meets the definition of a public benefit entity under FRS102.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of section 1A 'Small Entities' of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc	-	25% on cost
Land and buildings	-	1% on cost

Stocks

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

Grants

Grants received are recognised as income when received or receivable except where the grant imposes specified future performance – related conditions. Any grants received with imposed future conditions are recognised as liabilities.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND OFFICERS

The average number of employees during the year was 10 (2019 - 10).

Total staff costs during the year were £112,053 (2019 = £101,055)

Notes to the Financial Statements - continued
for the Year Ended 30 September 2020

4. **OPERATING PROFIT**

The operating profit is stated after charging

	30.9.20	30.9.19
	£	£
Depreciation - owned assets	<u>5,982</u>	<u>4,537</u>

5. **TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 October 2019	292,720	10,868	303,588
Additions	<u>943</u>	<u>2,034</u>	<u>2,977</u>
At 30 September 2020	<u>293,663</u>	<u>12,902</u>	<u>306,565</u>
DEPRECIATION			
At 1 October 2019	5,458	2,198	7,656
Charge for year	<u>2,931</u>	<u>3,051</u>	<u>5,982</u>
At 30 September 2020	<u>8,389</u>	<u>5,249</u>	<u>13,638</u>
NET BOOK VALUE			
At 30 September 2020	<u>285,274</u>	<u>7,653</u>	<u>292,927</u>
At 30 September 2019	<u>287,262</u>	<u>8,670</u>	<u>295,932</u>

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.9.20	30.9.19
	£	£
Trade debtors	2,992	-
Other debtors	<u>1,571</u>	<u>1,704</u>
	<u>4,563</u>	<u>1,704</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.9.20	30.9.19
	£	£
Trade creditors	7,353	13,463
Taxation and social security	5,168	20,423
Other creditors	<u>31,304</u>	<u>16,439</u>
	<u>43,825</u>	<u>50,325</u>

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30.9.20	30.9.19
	£	£
Other creditors	<u>53,171</u>	<u>35,614</u>

THE GARDENERS REST COMMUNITY SOCIETY LTD

Notes to the Financial Statements - continued
for the Year Ended 30 September 2020

9. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid		Nominal value:	30.9.20	30.9.19
Number:	Class:		£	£
245,700	Ordinary	£1	<u>224,750</u>	<u>245,700</u>

Report of the Accountants to the Directors of
THE GARDENERS REST COMMUNITY SOCIETY LTD

We report on the accounts of the Gardeners Rest Community Society Limited for the year ended 30 September 2020, which comprise the Statement of Income and Retained Earnings, Balance Sheet and the related notes 1 to 9. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the members as a body in accordance with the terms of our engagement. Our reporting work has been undertaken so that we might state to the society's members those matters that 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 society and the society's members as a body for our work, for this report or the opinions we have formed.

Management Committee's responsibility for the accounts

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.

Reporting Accountants' responsibility

It is our responsibility to carry out procedures designed to enable us to report our opinion under s85 of the Co-operative and Community Benefit Societies Act 2014. We conducted our review in accordance with International Standard on Review Engagements (IRSE) 2400 (Revised), 'Engagements to review historical financial statements' and ICAEW Technical Release TECH 09/13AAf 'Assurance review engagements on historical financial statements. ISRE 2400 also requires us to comply with the ICAEW Code of Ethics.

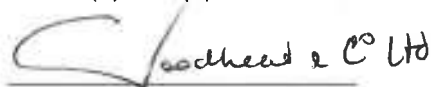
Scope of our review

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. We have performed additional procedures to those required under a compilation engagement. These primarily consist of making enquires of management and others within the entity, as appropriate, applying analytical procedures and evaluation the evidence obtained. The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (UK and Ireland). Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us not to believe that, in our opinion:

- the accounts are in agreement with the accounting records kept by the society under s75 of the Co-operative and Community Benefit Societies Act 2014.
- 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 Co-operative and Community Benefit Societies Act 2014 and United Kingdom Generally Accepted Accounting Practice to small entities; and
- the society satisfied the conditions for exemption from an audit of the accounts for the year specified in the Co-operative Benefit Societies Act 2014, s84(1), as amended by the Co-operative and Community Benefit Societies Act 2014 (Amendments to Audit Requirements) Order 2018 and did not, at any time within that year, fall within any of the categories of societies not entitled to the exemption specified in s84(3) and (4).



C J Woodhead & Co Ltd
158 Hemper Lane
Greenhill
Sheffield
South Yorkshire
S8 7FE

Date: 18th March 2021

THE GARDENERS REST COMMUNITY SOCIETY LTD

Trading and Profit and Loss Account
for the Year Ended 30 September 2020

	30.9.20		30.9.19	
	£	£	£	£
Turnover				
Bar sales	199,025		381,396	
Miscellaneous sales	1,332		1,361	
Grant income	<u>71,458</u>		<u>12,500</u>	
		271,815		395,257
Cost of sales				
Opening stock	-		1,210	
Bar purchases	88,027		189,339	
Consumables	771		1,690	
Food purchases	2,827		-	
Wages & NIC	111,248		100,549	
Pensions	<u>805</u>		<u>506</u>	
	203,678		293,294	
Closing stock	<u>-</u>		<u>(4,000)</u>	
		<u>203,678</u>		<u>289,294</u>
GROSS (LOSS)/PROFIT		68,137		105,963
Expenditure				
Rates and water	9,857		11,651	
Light and heat	6,599		6,309	
Telephone	1,016		970	
Post, stationery & office costs	694		1,559	
Advertising	280		995	
Travelling	2,518		3,611	
Licences and insurance	1,690		3,433	
Safety & security	1,546		1,571	
Repairs and renewals	3,449		3,937	
Music & entertainment	2,510		6,173	
Cleaning costs	1,723		1,695	
Subscriptions	903		464	
Garden costs	37		332	
Computer costs	809		246	
Sundry expenses	5,555		2,584	
Miscellaneous	-		4,030	
Accountancy	600		600	
Legal & professional fees	-		200	
Payroll fees	<u>-</u>		<u>381</u>	
		<u>39,786</u>		<u>50,741</u>
		28,351		55,222

This page does not form part of the statutory financial statements

THE GARDENERS REST COMMUNITY SOCIETY LTD

Trading and Profit and Loss Account
for the Year Ended 30 September 2020

	30.9.20		30.9.19	
	£	£	£	£
Brought forward		28,351		55,222
Finance costs				
Bank charges	178		1,359	
Other loan interest	2,137		2,125	
Shareholder interest	<u>1,686</u>		<u>6,447</u>	
		<u>4,001</u>		<u>9,931</u>
		24,350		45,291
Depreciation				
Freehold property	2,931		2,848	
Fixtures and fittings	<u>3,051</u>		<u>1,689</u>	
		<u>5,982</u>		<u>4,537</u>
NET PROFIT		<u>18,368</u>		<u>40,754</u>