

REGISTERED COMPANY NUMBER. 3674953
REGISTERED CHARITY NUMBER: 1088934

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2011
FOR**

**NEW SANDFIELDS AND ABERAFAN -
SUSTAINABLE REGENERATION**



Bevan & Buckland
Chartered Accountants
And Statutory Auditors
Langdon House
Langdon Road
SA1 Swansea Waterfront
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NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

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NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

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 March 2011. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

3674953

Registered Charity number

1088934

Registered office

'Ty Arian', Silver Avenue
Sandfields
Port Talbot
Neath Port Talbot
SA12 7RX

Trustees

G Roberts

D Davies

Chair

Vice-chair and

Treasurer

Cllr P Thomas

Cllr J Sullivan

J Ryan

L Lawrence

D Edwards

Mrs F Patel

Cllr E V Latham

Mrs J W Lee

C F James

Mrs S K Jones

Company Secretary/Executive Director

I D Isaac

Auditors

Bevan & Buckland

Chartered Accountants

And Statutory Auditors

Langdon House

Langdon Road

SA1 Swansea Waterfront

Swansea

SA1 8QY

Solicitors

John Collins & Partners LLP

Venture Court

Waterside Business Park

Valley Way

Enterprise Park

Swansea

SA6 8QP

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Lloyds TSB
115 Station Road
Port Talbot
SA13 1NR

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The organisation is a charitable company limited by guarantee, incorporated on the 27th November 1998. The company was established under a memorandum which established the objects and powers of the company and is governed under its Articles of Association. The company became a charity pursuant to Special Resolutions passed at its Annual General Meeting held on the 27th June 2001 and written resolution dated 26th September 2001. Subsequent amendments widening the area of beneficiaries to include the electoral ward of Aberavon and thereby a name change were adopted dated 29th September 2004 and ratified with a written resolution on the 9th March 2005. In the event of the company being wound up the director trustees are required to contribute an amount not exceeding £10.

Recruitment and appointment of new trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's Memorandum and Articles are known as director trustees and members of the Board. Under the requirements of the Memorandum and Articles of Association the members of the Board are elected at the AGM. The Board has adopted bye-laws to allow free membership of the organisation and ensure that of the 15 permitted director trustees that 6 shall be residents (2 from each respective electoral ward in Sandfields and Aberavon). As part of the programme of integration agreed between the Board and the communities first partnership in 2005 the CF Partnership now has 3 nomination rights to the NSA Board of director/trustees.

A councillor from each of the 3 wards is nominated from the council itself and 3 are appointed from businesses in the area. Any vacancy within the Board is advertised prior to the AGM and appropriate nominations invited from the membership of the organisation or by way of introduction in the case of business nominees.

The Board has appointed a paid Chief Executive Officer who shall direct all operations, business planning, business administration, human resource management, finance and marketing of the company's community regeneration mission.

Mission Statement

Supporting regeneration to enable a better quality of life for communities

Vision Statement

Helping communities work together

Values

Public service, leadership, selflessness, integrity, objectivity, honesty, accountability and stewardship

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

All Trustees are familiar with the running of the organisation. They meet five times a year in scheduled Board meetings and set the budget for the year and decide on the strategic direction of the company for the ensuing year. New trustees are inducted into their role by the Chief Executive. They have adopted a business plan for the period 2010-2013. The plan has been produced in association with Dutton Jones Associates and sets out the organisation's goals for the next 3 years and seeks to achieve a sustainable future for the organisation.

Most trustees have participated in a charity trustee responsibilities training event which we bought in from the local Council for Voluntary Services. They also are involved in shadowing and mentoring as required.

All trustees are invited to quarterly stakeholder days, where they contribute to a range of subjects including the setting of targets.

Trustees are very familiar with the running of all aspects of the organisation by receiving the Chief Executive's report and the minutes of the Senior Management team on a monthly basis.

Trustees conform with all aspects of charity law and a visit in 2006/07 by the Charities Commission review team helped strengthen the charity and the role of its trustees. This is reflected in the Memorandum and Articles of Association.

There are various leaflets directly presented to the Trustees explaining the work of the organisation "A guide to your community regeneration organisation" and every issue of the community regeneration magazine called "Making Waves". In addition the minutes of the Senior Management team's monthly meetings are sent to the trustees for information on work in progress.

Charity Commission bulletins are always passed directly to trustees for their perusal.

Organisational structure

New Sandfields Aberavon has a board of director trustees which meets 5 times a year and are responsible for the strategic direction and policy of the charity. At the year end the Board has 14 director trustees and there is therefore one vacancy. The trustees represent a number of residents and community interests as well as three councillors and those with business and professional backgrounds. The company secretary also sits on the Board but has no voting rights.

As referred to above a scheme of delegation within a management structure is in place and the 'day to day' responsibility for the management and delivery of all programmes, projects and services rests with the Chief Executive Officer who also manages all development, operations, business planning, business administration, human resource management, finance and marketing of the company's community regeneration mission. This is accomplished via a management structure via a senior management team and various finance, funding, development and operations management teams reporting their work vertically as well as horizontally.

Management structure

A management structure is in place and is referred to as an organisation chart attached to the business plan.

The management structure that is in place is to implement the neighbourhood plan and the NSA business plan objectives for 2010-2013. In view of the development status of most operations the company has reverted to a 2 directorate structure whereby the Chief Executive officer has day to day responsibility for business management and operations with the development directorate being placed strategically in existing operations to enable sustainability and continuation of key projects and to steer the development of a significant flag ship project in partnership with NPTCBC for a community enterprise centre on the Aberavon Seafront. This project remains the organisation's key strategic aim for 2011 to 2013 via a WEFO Convergence bid in Partnership with Neath Port Talbot County Borough Council.

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

STRUCTURE, GOVERNANCE AND MANAGEMENT

Related parties

In so far as it is complementary to the charity's aims, the charity is guided by the Welsh Assembly Governments Communities First programme, It's policies on social enterprise, social inclusion and regeneration, life long learning and skills and innovation, enterprise and networking In addition the NPTCBC Community plan and related community strategies that may from time to time complement the charity's objects

We work in partnership with a number of organisations who have interest in or a base in Sandfields, Aberavon and the wider Neath Port Talbot and Swansea Bay area and who support residents in all aspects of the quality of their lives

Risk management

Policies are in place and procedures observed in respect of health and safety of our staff, volunteers, and customers at our premises which are

- 1) The Community Development Centre, Bevin Avenue
- 2 & 3) Demountables and brick workshop at the STRIDES premises, St Helier's Drive, SA12 7BE
Ty Arian, Sandfields The NSA Headquarters and the headquarters for the Communities First
- 4) Programme in Sandfields and Aberavon

All necessary policies for employing staff are in place and these are reviewed annually Two or more policies are reviewed at each board meeting Each member of staff has been issued with an employee handbook which sets out personnel policies

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

OBJECTIVES AND ACTIVITIES

Objectives and aims

The company's objects and principle activities are

- The promotion for the public benefit or urban or rural regeneration in areas of social and economic deprivation, and in particular, the electoral divisions currently known as Sandfields East, Sandfields West and Aberavon
- The advancement of education, training or retraining, particularly among unemployed people, and providing unemployed people with work experience
- To relieve sickness and to preserve and protect good health
- The relief of poverty
- To provide recreational facilities for the public at large or those who by reason of their youth, age, infirmity or disablement, poverty or social and economic circumstances, have need of such facilities
- The maintenance, improvement or provision of public amenities
- The promotion of public safety and the prevention of crime
- Such other means as may from time to time be determined subject to the prior written consent of the Charity Commissioners for England and Wales

Community Profile:

Sandfields and Aberavon are communities within the local authority area of Neath Port Talbot. Sandfields consists of two electoral divisions, Sandfields East and Sandfields West whilst Aberavon has a single ward. Combined there is a total population of 19,559 (Source Census 2001).

The wards of Sandfields East, West and Aberavon are highly ranked in the Welsh Index of Multiple Deprivation, (WIMD), 2009. The aim of the WIMD is to model levels of deprivation in Wales, to support policy development and the targeting of resources.

In terms of unemployment the figures for each respective ward are as follows

Sandfields East - 4,210 adults of whom 4.3% are classed as unemployed on job seekers allowance whilst those who are economically inactive comprise 52.8% of the total number of adults.

Sandfields West - 4,678 adults of whom 4.4% are classed as unemployed on job seekers allowance whilst those who are economically inactive comprise 56.3% of the total number of adults.

Aberavon - 3,914 adults of whom 4.6% are classed as unemployed on job seekers allowance whilst those who are economically inactive comprise 43.0% of the total number of adults.

The total is therefore 12,802 adults of working age of whom 4.4% are unemployed claiming Job seekers allowance whilst the average economically inactive is 51.1%.

Sandfields East and Aberavon have been granted Neighbourhood Area Renewal (NRA) status. Whilst its greatest impact has been in improving housing stock and the immediate environment of the various housing conurbations there have been strong linkages with other strategies or schemes designed to address poor health, employment and education or other factors leading to social exclusion. NSA takes the lead on all non-housing developments and recommends projects for implementation to the executive group of the NRA. Therefore, all non-housing elements of the NRA are incorporated into community development initiatives outlined from the Sandfields Aberavon Neighbourhood Plan.

During 2006/07 Aberavon was granted Communities First status and 3 of the 4 lower super output areas are within the top 100 LSOA's in the Welsh Index of multiple deprivation. NSA was also successful in being funded to establish the Communities First programme in Aberavon from October in 2007/08. The Communities First Partnership has expanded and comprises representatives from Aberavon.

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

OBJECTIVES AND ACTIVITIES

The activities of community regeneration within NSA

NSA has been through a period of consolidation in its community Regeneration work

The effect of the Lido fire lingered throughout 2010/11 It was a tough period where we experienced loss of income and facilities for people to engage with our projects to support them with employment, training and adult community Learning

Our STRIDES Employment project within the LIDO complex had attracted over 1500 people during the year 2009/10 and many combined their search for employment and training with taking the leisure facilities on offer in the LIDO itself The NSA Cappacha community Cafe was a huge success brought prematurely to a close by the Fire

After the fire

We managed to transfer all the services on offer including a Cafe and catering service to the NSA STRIDES Alliance buildings at St Hillier's Drive at the rear of Sandfields Comprehensive School

Despite these setbacks NSA Staff and Volunteers continued to exceed targets for engaging with people in the communities of Sandfields Aberavon and the Wider Neath Port Talbot area with its facilities funded by European Funding Office towards training and skills development

Communities First

The Communities first programme continued to focus on the needs of people and groups within the community Their role of supporting people and organisations in the community resulted in progress being made towards the establishment of the BASE project funded by the CF Outcomes fund, Helped bring in Funds and Contracts for the NSA social Enterprise IT project called PCCare

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

OBJECTIVES AND ACTIVITIES

NSA staff giving back to the community

The NSA payroll giving Small grants scheme again proved popular with small community Groups NSA Staff give up a few pounds a month with tax relief to help the community in their own way for which they are to be congratulated The Other Communities First Trust also proved successful with the CF team securing £54,441 27 for local groups and projects

Our projects and services

PCCare managed its 4th relocation in the Dalton Road Community Centre in the heart of the Community and blended in with the other daytime activities on offer to local residents in the Dalton Road Community Centre 107 local people were trained in IT locally directly via PCCare along with 9 volunteers and 6 placements

NSA STRIDES Alliance exceed their targets even though some staff left and new staff were employed to take the scheme forward 625 participants were engaged with 83 people found employment and 73 went to higher education

The new BASE project bringing a multi agency facility together in the building that was the old boys and girls club in Bevin Avenue off Dalton Road This project has experience a complete transformation with modern Learning and IT Facilities for adults and young people alike in the community Some 18 people have found employment and 14 into higher education as well as 639 referred to job brokers (organisations such as Shaw Trust, A4E, NPT College, Swansea University and others utilising the excellent facilities at the BASE Project)

In Aberavon itself NSA worked in Collaboration with the Neighbourhood Regeneration Area Team to build and support a Multi Use Games Area - a MUGA , a facility in Hopkin St used by the young people of Aberavon Reported incidents of Youth related anti social behaviour incidents dropped from April 2010 to March 20 11 from 35 reported incidents down to 6 in a year This is proof positive that diversion activities involving young people themselves is worth investing in

Planning ahead

NSA using its Business plan as guide to action and community development has set about implementing its community Asset Development programme We aim to convert the Dalton Road Community Centre into an Employment Academy that will work alongside existing community groups using the centre We also seek to convert the former changing rooms facility at Rhodes Avenue into a Youth and Communities first facility with plans for a community Garden in that part of Aberavon Our main goal remains to promote and sponsor the replacement of the LIDO with a new combined Leisure and Community Enterprise centre We do so in full knowledge of the desire of the community to have a modern seafront Centre that all can be proud off But most of all one that will be used and one that is based on the needs of the community as well as being a state of Art centre for the people and visitors to this part of Swansea Bay waterfront NSA looks forward to the creation of the new centre and working with other partners to make it a success

ACHIEVEMENT AND PERFORMANCE

Making Waves - A community magazine created and published by New Sandfields Aberavon which is distributed to 8,500 households within Sandfields and Aberavon Two issues were distributed throughout the year explaining the work of NSA with Communities First especially the work of the NSA SAVE Committee of committed volunteers who organise the NSA Beach festival and Christmas festivals

The NSA Communities First Partnership A communities first funded programme that aims to

- involve local people in improving their areas and their own prospects,
- bring in funding and support from a range of sources to make things happen,
- make sure improvements last,
- encourage flexibility, risk-taking and new ways of dealing with problems, involve everyone working together to identify and do something about their community's problems

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REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

ACHIEVEMENT AND PERFORMANCE

The aims and objectives of NSA are, in all aspects comparable with the vision framework of Communities First. Each Communities First area should produce a community action plan that sets out what their community wants and how that will be achieved. Every plan should cover themes identified by both the WAG and the community. In Sandfields and Aberavon the following themes are incorporated in the Sandfields Aberavon Neighbourhood Plan 2005-15

- Jobs, Business and Income Generation
- Health and Well Being
- Community Safety
- Active Community is now a cross cutting theme as is child poverty
- Environment
- Transport
- Elderly
- Youth
- ICT
- Education & Training

Partnership working

The main areas of charitable activity are community events, the provision of employment training, post 16 community education courses, advice, information and support. Asset development also takes place to provide facilities for projects that tackle the needs identified in the neighbourhood plan, partnership working with youth providers, NPT LLL, Sandfields Comprehensive School and many other agencies who are voluntary or statutory agencies who are working in the community.

Fastgrowth50

In October 2008 NSA for the second year running was presented with an Award from the Wales Fastgrowth50 based on turnover for the period 2005-2007 which was 121%. The new award - fastest growing Community and Social Business - reflected the fact that NSA were 3rd Sector company during that period. The period 2006-2008 has also resulted in a further 70% increase in turnover for the company. The company was invited to participate in the 2009 awards. And however on this occasion we were outside the top 50 in terms of turnover and growth. This reflected the consolidation of the organisation's activities and the transition from Objective 1 activities to 2010 convergence.

Investors in people

The organisation was making progress through the Investors in People assessment and review process and an award was made in July 2008. The IIP Assessor reported "The organisation is now soaring with success and all staff are supportive of the Mission and of each other". The standard was maintained during 2010/11.

Grant recipient

NSA is the grant recipient body for a number of funders. One example of this is the Communities First, the Welsh Assembly's social inclusion and anti poverty initiative. In April 2009 NSA was awarded a further 3 year communities funding programme subject to annual monitoring. We have worked consistently since 2002 in the creation of a Communities First Partnership in Sandfields. The programme is now fully integrated within the NSA management structure. The development directorate also works towards the creation and servicing of development stakeholder days to cover the main Communities First themes and those identified by the plan. Over 500 individuals, groups and organisations are joint members of the partnership and NSA. Voting members are identified within the partnership itself. A new award covering the period 2009/12 was made in January 2010. The organisation now operates a 9 person team to engage with the community over the various themes which now include child poverty as a particular cross cutting theme.

Key developments steered by the Communities First Partnership Staff team include the following projects. A new STRIDES Alliance project, STRIDES EMPLOYMENT Centre, PCCare, Sandfields and Aberavon status (2007), Volunteer Events (SAVE), the Café Bar project and The Sandhopper scheme delivered by NPT Community Transport.

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

FINANCIAL REVIEW

Reserves policy

It is the policy of the organisation to maintain unrestricted and designated funds to ensure sufficient reserves to meet six months of future running costs. At this level the Board are confident that they would be able to continue with the current activities in the event of a significant drop in funding.

To date a sum of £104,189 is held in general reserves and a sum of £370,264 is held in designated reserves, there is also a sum of £30,000 set aside for employer pension provisions for obligations to occupational pensions for staff and those who wish to join the Pensions Trust defined Benefit scheme.

The company has adopted a death in service scheme as part of its pensions obligations to staff and during 2009/10 the company converted to a modified pension scheme via a money purchase scheme called Series 4 within the Pensions Trust on 1st October 2009.

The present level of reserves falls significantly short of the target. Although the strategy is to continue to build reserves through unrestricted income generation, the Board is well aware that it is likely to take at least another 4/5 years before we reach the target for reserves.

In the meantime the Board has a strategy to manage both restricted and unrestricted income with prudence and controls are in place to keep expenditure to a minimum and to agreed levels only. A policy is in place for finance regulations and for levels of authority to spend within the two Directorates.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of New Sandfields And Aberafan - Sustainable Regeneration 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.

In so far as the trustees are aware

- there is no relevant audit information of which the charitable company's auditors are unaware, and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**NEW SANDFIELDS AND ABERAFAN -
SUSTAINABLE REGENERATION**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2011**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information

AUDITORS

The auditors, Bevan & Buckland, will be proposed for re-appointment at the forthcoming Annual General Meeting

ON BEHALF OF THE BOARD


G Roberts - Trustee

Date 29 9 11

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

We have audited the financial statements of New Sandfields And Aberafan - Sustainable Regeneration for the year ended 31 March 2011 on pages thirteen to twenty one. 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)

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the trustees, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2011 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
NEW SANDFIELDS AND ABERAFAN -
SUSTAINABLE REGENERATION**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of trustees' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Report of the Trustees

Alison

Alison Vickers (Senior Statutory Auditor)
for and on behalf of Bevan & Buckland
Chartered Accountants
And Statutory Auditors
Langdon House
Langdon Road
SA1 Swansea Waterfront
Swansea
Glamorgan
SA1 8QY

Date

29/9/2011

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2011

	Notes	Unrestricted funds £	Restricted funds £	2011 Total funds £	2010 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	4,462	-	4,462	945
Investment income	3	1,260	-	1,260	1,503
Incoming resources from charitable activities					
Regeneration project	4	733,812	1,082,177	1,815,989	963,838
Total incoming resources		739,534	1,082,177	1,821,711	966,286
RESOURCES EXPENDED					
Charitable activities					
Regeneration project	5	471,244	1,129,144	1,600,388	1,010,248
Governance costs	6	8,097	2,538	10,635	17,917
Total resources expended		479,341	1,131,682	1,611,023	1,028,165
NET INCOMING/(OUTGOING) RESOURCES before transfers					
		260,193	(49,505)	210,688	(61,879)
Gross transfers between funds	15	(25,729)	25,729	-	-
Net incoming/(outgoing) resources		234,464	(23,776)	210,688	(61,879)
RECONCILIATION OF FUNDS					
Total funds brought forward		347,989	280,212	628,201	690,080
TOTAL FUNDS CARRIED FORWARD		582,453	256,436	838,889	628,201

The notes form part of these financial statements

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

BALANCE SHEET AT 31 MARCH 2011

	Notes	Unrestricted funds £	Restricted funds £	2011 Total funds £	2010 Total funds £
FIXED ASSETS					
Tangible assets	10	325,095	253,332	578,427	594,495
CURRENT ASSETS					
Stocks		-	-	-	8
Debtors	11	453,811	-	453,811	73,316
Cash at bank and in hand		224,790	3,104	227,894	508,193
		<u>678,601</u>	<u>3,104</u>	<u>681,705</u>	<u>581,517</u>
CREDITORS					
Amounts falling due within one year	12	(63,531)	-	(63,531)	(163,280)
NET CURRENT ASSETS		<u>615,070</u>	<u>3,104</u>	<u>618,174</u>	<u>418,237</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		940,165	256,436	1,196,601	1,012,732
CREDITORS					
Amounts falling due after more than one year ¹³		(357,712)	-	(357,712)	(384,531)
NET ASSETS		<u>582,453</u>	<u>256,436</u>	<u>838,889</u>	<u>628,201</u>
FUNDS					
Unrestricted funds	15			582,453	347,989
Restricted funds				256,436	280,212
TOTAL FUNDS				<u>838,889</u>	<u>628,201</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Trustees on 29 9 11 and were signed on its behalf by


G Roberts -Trustee

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2011

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be qualified with reasonable accuracy. The following specific policies are applied to particular categories of income

- Voluntary income is received by way of grants and subscriptions and is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant

- Investment income is included when receivable

- Incoming resources from charitable activities are accounted for when earned

- Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates

- Cost of generating funds comprise the cost associated with attracting voluntary income

- Charitable expenditure comprises those costs incurred by the charity in the deliverance of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them

- Governance costs included those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity

Stocks

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

Taxation

The charity is exempt from corporation tax on its charitable activities

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2011

1. ACCOUNTING POLICIES - continued

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease

Assets obtained under finance leases are capitalised in the balance sheet and depreciated over their estimated useful lives, or where relevant, the lease term, whichever is shorter

Rentals paid under operating leases are charged to the income and expenditure account as incurred

Pensions

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate

The company operates a money purchase scheme with a defined pension scheme called 'Pensions Trust'

The organisation operates a pensions accrual policy whereby 8% of all staff salary irrespective of funded or unfunded posts are deducted and transferred to an Employer's designated fund to meet any future obligations and to ensure Staff have the right to apply to join the scheme and have their contributions and that of the employer back dated to commencement of employment

Fixed assets

Fixed assets are stated at cost less accumulated depreciation. The cost of minor additions or those below £1,000 are not capitalised. Depreciation is provided at rates calculated to write off the cost of each asset over its expected useful life, as follows

Motor Vehicles	25% Reducing Balance
Fixtures, fittings & equipment	25% Straight Line
Improvements to property	4% Straight Line
Leasehold property	4% Straight Line
Freehold property	4% Straight Line

2. VOLUNTARY INCOME

	2011	2010
	£	£
Donations	4,462	945
	<u> </u>	<u> </u>

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2011

3. INVESTMENT INCOME

	2011	2010
	£	£
Deposit account interest	<u>1,260</u>	<u>1,503</u>

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Activity	2011	2010
		£	£
Income generation	Regeneration project	690,019	346,632
Management charges	Regeneration project	105,673	66,844
Grants	Regeneration project	<u>1,020,297</u>	<u>550,362</u>
		<u>1,815,989</u>	<u>963,838</u>

Grants received, included in the above, are as follows

	2011	2010
	£	£
Big Lottery	500	-
Cohesion Fund	100	11,420
NAW - BASE	26,785	-
Arson	12,971	12,592
Strides Alliance	540,970	-
NAW - Communities First	411,397	416,647
Big Lottery - MUGA	-	2,960
CRF (Neath Port Talbot)	27,574	27,574
Strides Employment	-	46,059
Communities 2 0	-	18,977
Cylch	-	14,133
	<u>1,020,297</u>	<u>550,362</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct costs	Totals
	£	£
Regeneration project	<u>1,600,388</u>	<u>1,600,388</u>

6. GOVERNANCE COSTS

	2011	2010
	£	£
Legal fees	3,174	9,577
Auditors' remuneration	5,500	6,000
Auditors' remuneration for non-audit work	1,961	2,340
	<u>10,635</u>	<u>17,917</u>

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2011

7. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting)

	2011 £	2010 £
Auditors' remuneration	5,500	6,000
Depreciation - owned assets	28,215	32,515
Hire of plant and machinery	7,250	7,573
Deficit on disposal of fixed asset	-	58,662
	<u> </u>	<u> </u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2011 nor for the year ended 31 March 2010

Trustees' Expenses

There were no trustees' expenses paid for the year ended 31 March 2011 nor for the year ended 31 March 2010

9. STAFF COSTS

	2011 £	2010 £
Wages and salaries	588,339	414,816
Social security costs	57,978	40,754
Other pension costs	47,442	28,517
	<u> </u>	<u> </u>
	<u>693,759</u>	<u>484,087</u>

The average monthly number of employees during the year was as follows

	2011	2010
Chief Executive	1	1
Directors	1	1
Senior Managers	2	2
Project Development Managers	6	5
Finance and administration	4	5
Operational Staff	14	6
	<u> </u>	<u> </u>
	<u>28</u>	<u>20</u>

The charity operated a defined contribution pension scheme in respect of its employees. The scheme and its assets were held by independent managers. The pension charge represents contributions due from the company and amounts to £47,442 (2010 - £28,517). No contributions were outstanding at the year end.

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2011

10. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 April 2010	522,972	253,884	776,856
Additions	7,209	4,940	12,149
At 31 March 2011	<u>530,181</u>	<u>258,824</u>	<u>789,005</u>
DEPRECIATION			
At 1 April 2010	74,991	107,372	182,363
Charge for year	18,808	9,407	28,215
At 31 March 2011	<u>93,799</u>	<u>116,779</u>	<u>210,578</u>
NET BOOK VALUE			
At 31 March 2011	<u>436,382</u>	<u>142,045</u>	<u>578,427</u>
At 31 March 2010	<u>447,981</u>	<u>146,512</u>	<u>594,493</u>

A 1st Legal Charge over commercial freehold property known as Silver Court (Flats 1-6), Mozart Drive, Sandfields, Port Talbot, SA12 7RT is held by Lloyds TSB

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011 £	2010 £
Trade debtors	309,198	26,331
Other debtors	144,613	46,985
	<u>453,811</u>	<u>73,316</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011 £	2010 £
Bank loans and overdrafts	26,247	4,500
Trade creditors	25,405	37,392
Other creditors	11,879	121,388
	<u>63,531</u>	<u>163,280</u>

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2011 £	2010 £
Bank loans	<u>357,712</u>	<u>384,531</u>

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2011

14. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year

	2011 £	2010 £
Expiring		
Within one year	751	-
Between one and five years	4,400	3,452
In more than five years	22,800	18,787
	<u>27,951</u>	<u>22,239</u>

15. MOVEMENT IN FUNDS

	At 1 4 10 £	Net movement in funds £	Transfers between funds £	At 31 3 11 £
Unrestricted funds				
General fund	27,725	257,324	(180,860)	104,189
Designated - Running costs	320,264	-	50,000	370,264
FND	-	2,869	(2,869)	-
Designated - Capital expenditure	-	-	78,000	78,000
Designated - NSA pension	-	-	30,000	30,000
	<u>347,989</u>	<u>260,193</u>	<u>(25,729)</u>	<u>582,453</u>
Restricted funds				
NAW - Communities First	4,822	(47,073)	42,251	-
Big Lottery - MUGA	2,902	(2,902)	-	-
DAF/JCP	-	16,560	(16,560)	-
Arson Small Grants	4,878	(3,739)	(1,139)	-
Cohesion Fund	-	1,291	1,139	2,430
NAW - Objective 1/DELLS	257,081	(11,686)	-	245,395
Comic Relief	52	(10)	-	42
WCVA	102	(20)	-	82
Awards for All	430	(79)	-	351
Clothworkers foundation	6,117	(758)	-	5,359
Tidy Towns	674	-	-	674
Development Centre - Comm 1st funded	-	(38)	38	-
Arson Small Grants - Capital	3,154	(1,051)	-	2,103
	<u>280,212</u>	<u>(49,505)</u>	<u>25,729</u>	<u>256,436</u>
TOTAL FUNDS	<u>628,201</u>	<u>210,688</u>	<u>-</u>	<u>838,889</u>

NEW SANDFIELDS AND ABERAFAN - SUSTAINABLE REGENERATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2011

15. 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	670,760	(413,436)	257,324
FND	41,200	(38,331)	2,869
NPTCBC - CRF Bevin Avenue	27,574	(27,574)	-
	<u>739,534</u>	<u>(479,341)</u>	<u>260,193</u>
Restricted funds			
NAW - Communities First	410,621	(457,694)	(47,073)
Big Lottery - MUGA	-	(2,902)	(2,902)
WEFO/Convergence - STRIDES Alliance	540,725	(540,725)	-
DAF/JCP	86,100	(69,540)	16,560
Arson Small Grants	5,535	(9,274)	(3,739)
Cohesion Fund	12,411	(11,120)	1,291
Development Centre - Comm 1st funded	26,785	(26,823)	(38)
NAW - Objective 1/DELLS	-	(11,686)	(11,686)
Comic Relief	-	(10)	(10)
WCVA	-	(20)	(20)
Awards for All	-	(79)	(79)
Clothworkers foundation	-	(758)	(758)
Arson Small Grants - Capital	-	(1,051)	(1,051)
	<u>1,082,177</u>	<u>(1,131,682)</u>	<u>(49,505)</u>
TOTAL FUNDS	<u><u>1,821,711</u></u>	<u><u>(1,611,023)</u></u>	<u><u>210,688</u></u>