

2801491

Scarborough Theatre Development Trust

Report and Accounts
for the year ended

5 April 1996



Coulsons

Chartered Accountants
Two Belgrave Crescent
Scarborough

A MEMBER OF

The UK 200 Group
PRACTISING CHARTERED ACCOUNTANTS

SCARBOROUGH THEATRE DEVELOPMENT TRUST

(Limited by Guarantee)

DIRECTORS	Mr C M A McCarthy CBE The Rt Hon Viscount Downe DL Mr C G Heselton DL Mr A Ayckbourn CBE Miss H E Stoney
SECRETARY	Mr C G Heselton DL
REGISTERED OFFICE	Stephen Joseph Theatre Westborough Scarborough North Yorkshire YO11 1JW
REGISTERED NUMBER	2801491
REGISTERED CHARITY NO.	1019185
BANKERS	Midland Bank plc 33 St Nicholas Street Scarborough North Yorkshire YO11 2HN
AUDITORS	Coulsons Chartered Accountants 2 Belgrave Crescent Scarborough North Yorkshire YO11 1UB
SOLICITORS	Scarborough Law Chambers 64 Westborough Scarborough North Yorkshire YO11 1TS

SCARBOROUGH THEATRE DEVELOPMENT TRUST

(Limited by Guarantee)

REPORT AND ACCOUNTS
FOR THE YEAR ENDED 5 APRIL 1996

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SCARBOROUGH THEATRE DEVELOPMENT TRUST

(Limited by Guarantee)

REPORT OF THE DIRECTORS **FOR THE YEAR ENDED 5 APRIL 1996**

The Directors present their report with the accounts of the Company for the year ended 5 April 1996.

LEGAL STRUCTURE

Scarborough Theatre Development Trust is an incorporated registered charity (Registered Charity Number 1019185), Limited by guarantee.

The running of the charity is overseen by its board of directors, which consists of 5 elected members.

GENERAL BACKGROUND

The company was incorporated to promote, maintain, improve and advance education by supporting such of the purposes of the Scarborough Theatre Trust Limited in such a manner as the company thinks fit.

PRINCIPAL ACTIVITIES AND REVIEW OF THE PERIOD

The main activity during the year has been the raising of funds to construct a theatre in Scarborough. Work on this project continued during the year and the costs to date are shown in the fixed asset note on page 7 of the accounts.

The Income and Expenditure Account shows a surplus of £433,906 for the year. This has been used to finance the construction of the theatre.

DIRECTORS

The Directors in office in the period were as follows:

Mr C M A McCarthy CBE
The Rt Hon Viscount Downe DL
Mr C G Heselton DL
Mr A Ayckbourn CBE
Miss H E Stoney

The company, being limited by guarantee, has no share capital.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

SCARBOROUGH THEATRE DEVELOPMENT TRUST
(Limited by Guarantee)
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 5 APRIL 1996
(Continued)

SMALL COMPANY EXEMPTION

This report has been prepared taking advantage of the exemptions conferred by Part II of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the directors, the company is entitled to those exemptions as a small company.

Signed on behalf of the Board of Directors



C G Heselton
Secretary

AUDITORS' REPORT TO THE MEMBERS OF
SCARBOROUGH THEATRE DEVELOPMENT TRUST
(Limited by Guarantee)

We have audited the accounts on pages 4 to 9 which have been prepared under the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

OPINION

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 5 April 1996 and of its surplus for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Coulsons
Chartered Accountants and
Registered Auditors
Scarborough

SCABOROUGH THEATRE DEVELOPMENT TRUST
(Limited by Guarantee)

INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 5 APRIL 1996

	<u>Notes</u>	1996	1995
		£	£
INCOME			
Sales of Caricature Prints		607	2,143
Gift Aid Donations		359,419	291,947
Covenanted Income		73,618	55,844
Large Donations		93,096	388,195
Small Donations		8,887	25,658
Amortisation of Capital Grant		3,030	3,030
		<hr/>	<hr/>
		538,657	766,817
EXPENDITURE			
Publicity Expenses		2,531	1,240
Fund Raising Expenses		3,131	2,735
Building Expenses		51,047	5,339
Administrative Expenses		20,747	42,497
		<hr/>	<hr/>
		(77,456)	(51,811)
EXCESS OF INCOME OVER EXPENDITURE	2	<hr/>	<hr/>
		461,201	715,006
Rents Receivable		10,775	6,950
Bank Interest Received		-	4,391
Bank Interest Payable		(38,070)	(9,884)
		<hr/>	<hr/>
SURPLUS ON ACTIVITIES		£433,906	£716,463
		<hr/>	<hr/>
STATEMENT OF RETAINED EARNINGS			
RETAINED SURPLUS BROUGHT FORWARD		1,573,467	857,004
Retained surplus for the Year		433,906	716,463
		<hr/>	<hr/>
RETAINED SURPLUS CARRIED FORWARD		£2,007,373	£1,573,467
		<hr/>	<hr/>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the above two financial years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the surplus for the above year.

SCARBOROUGH THEATRE DEVELOPMENT TRUST

(Limited by Guarantee)

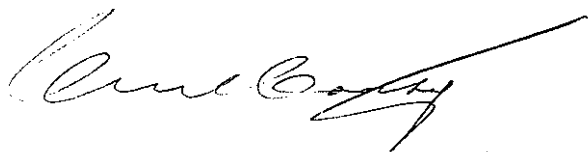
BALANCE SHEET

AT 5 APRIL 1996

	<u>Notes</u>	<u>1996</u>	<u>1995</u>
		£	£
FIXED ASSETS			
Tangible Assets	5	4,983,703	2,564,976
CURRENT ASSETS			
Debtors	6	229,148	67,073
		<u>229,148</u>	<u>67,073</u>
CREDITORS: Amounts falling due within one year	7	(1,234,631)	(564,705)
NET CURRENT (LIABILITIES)		<u>(1,005,483)</u>	<u>(497,632)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,978,220	2,067,344
DEFERRED INCOME	8	(1,970,847)	(493,877)
		<u>£2,007,373</u>	<u>£1,573,467</u>
RESERVES			
Income and Expenditure Account		<u>£2,007,373</u>	<u>£1,573,467</u>

The Directors have taken advantage of the exemptions conferred by Part I of Schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

Signed on behalf of the Board of Directors



C M A McCarthy
Chairman

Approved by the Board of Directors on

SCARBOROUGH THEATRE DEVELOPMENT TRUST
(Limited by Guarantee)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 5 APRIL 1996

1. ACCOUNTING POLICIES

Basis of Accounting

The Accounts have been prepared under the historical cost convention and in accordance with Statement of Recommended Practice No.2.

Income

Income represents the donations received and net invoiced sales of goods, excluding VAT.

Tangible Assets.

Depreciation is provided at the following annual rates to write off the assets of the company over its estimated useful life:-

Leasehold Property	-	The period of the lease
Improvements to Property	-	2% Straight Line - On completion of work
Plant and Equipments	-	20% Reducing Balance
Computer Equipment	-	25% Straight Line

Grants

Grants on capital expenditure are treated as a deferred credit and are released to the income and expenditure account in equal instalments over the estimated useful life of the related assets. Grants of a revenue nature are credited to income in the period to which they relate.

Deferred Taxation

There is no liability to deferred taxation.

Leased Assets

Rentals payable under operating leases are charged to the income and expenditure account incurred.

Cash Flow Statement

The accounts do not include a cash flow statement because the company as a small reporting entity is exempt from the requirements to prepare such a statement under Financial Reporting Standard "Cash Flow Statement".

2. EXCESS OF INCOME OVER EXPENDITURE

The excess is stated after charging:-

	<u>1996</u>	<u>1995</u>
	£	£
Depreciation of Assets	106	107
Amortisation of Lease	2,152	2,199
Auditors' Remuneration	750	800
	<u> </u>	<u> </u>

SCARBOROUGH THEATRE DEVELOPMENT TRUST

(Limited by Guarantee)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 5 APRIL 1996

(Continued)

3. STAFF COSTS

	<u>1996</u>	<u>1995</u>
	£	£
The costs incurred were as follows:-		
Wages and Salaries	£19,848	£20,861
	<u> </u>	<u> </u>

The average number of employees during the year was as follows:-

Office and Management	2	2
	<u> </u>	<u> </u>

4. DIRECTORS' REMUNERATION

None of the directors received any remuneration or were reimbursed any expenses during the period.

5. TANGIBLE ASSETS

	Leasehold <u>Property</u> £	Improvements to <u>Property</u> £	Plant and <u>Equipment</u> £	Computer <u>Equipment</u> £	<u>TOTAL</u> £
COST					
At 6 April 1995	213,230	2,355,615	770	-	2,569,615
Additions in year	-	2,393,916	-	27,069	2,420,985
Transfers	-	(1,502,200)	1,502,200	-	
At 5 April 1996	£213,230	£3,247,331	£1,502,970	£27,069	£4,990,600
DEPRECIATION					
At 6 April 1995	4,398	-	241	-	4,639
Charge for year	2,152	-	106	-	2,258
At 5 April 1996	£6,550	£-	£347	£-	£6,897
NET BOOK VALUE					
At 5 April 1996	£206,680	£3,247,331	£1,502,623	£27,069	£4,983,703
At 5 April 1995	£208,832	£2,355,615	£529	£-	£2,564,976

SCARBOROUGH THEATRE DEVELOPMENT TRUST

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NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 5 APRIL 1996

(Continued)

6.	DEBTORS	<u>1996</u>	<u>1995</u>
		£	£
	Amounts due within one year:		
	Value Added Tax	137,647	33,032
	Other Debtors	91,501	34,041
		<u>£229,148</u>	<u>£67,073</u>
		<u> </u>	<u> </u>
7.	CREDITORS		
	Amounts falling due within one year:		
	Bank Overdraft (Secured)	454,351	478,578
	Trade Creditors	599,214	37,025
	Loans	105,050	45,287
	Other Creditors	66,882	-
	Accruals	9,134	3,815
		<u>£1,234,631</u>	<u>£564,705</u>
		<u> </u>	<u> </u>

The overdraft is secured by a fixed charge on the leasehold property and by a floating charge over all other assets.

8. DEFERRED INCOME

	<u>Deferred</u>
	<u>Income</u>
	£
Balance brought forward	493,877
Grants Received	1,480,000
Amortisation of Government Grant	(3,030)
	<u> </u>
Balance carried forward	<u>£1,970,847</u>
	<u> </u>

The deferred income relates to Government and Lottery grants which have been specifically received for capital expenditure. These have been treated as deferred credits. The first part of the Government grant is in respect of the acquisition of the leasehold of the building and is being transferred to the Income and Expenditure Account over the life of the lease of the building. The remaining grants are in respect of the conversion costs and will be transferred to the Income and Expenditure Accounts at 2% per annum straight line commencing on the completion of the conversion.

The grants are repayable if the building for which the grant was acquired is sold within ten years of its acquisition. The directors do not anticipate this happening.

SCARBOROUGH THEATRE DEVELOPMENT TRUST
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NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 5 APRIL 1996
(Continued)

9. FINANCIAL COMMITMENTS

Operating Leases

At 5 April 1996 the company had annual commitments under non-cancellable operating leases as set out below:

	<u>1996</u> <u>Land and</u> <u>Buildings</u> £	<u>1995</u> <u>Land and</u> <u>Buildings</u> £
Operating Leases that expire:		
within one year		
in the second to fifth years		
over five years	780	780
	<u>£780</u>	<u>£780</u>
	<u> </u>	<u> </u>
Further Capital Expenditure		
Authorised, but not contracted for	-	-
Contracted, but not provided for	-	£2,317,659
	<u> </u>	<u> </u>

10. TRANSACTIONS WITH DIRECTORS

Interests of Directors

The directors are also directors of Scarborough Theatre Trust Limited. The Scarborough Theatre Trust Limited provided secretarial support for which the company incurred a liability of £5,000 during the year. Scarborough Theatre Trust Limited also incurred expenditure of £25,813 during the year on behalf of the company for which the company has reimbursed Scarborough Theatre Trust Limited.