

SOCIETY REGISTRATION NUMBER IP32202R

SUTTON COMMUNITY FARM LIMITED
FINANCIAL STATEMENTS
31 MARCH 2016

SUTTON COMMUNITY FARM LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2016

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SUTTON COMMUNITY FARM LIMITED
THE REPORT OF THE MANAGEMENT COMMITTEE
YEAR ENDED 31 MARCH 2016

The Management Committee has pleasure in presenting its report and the unaudited financial statements of the society for the year ended 31 March 2016.

PRINCIPAL ACTIVITIES

The principal activity of the Society in the year under review was that of running a community farm to supply organically grown produce and allied services to the community, to encourage community participation and consumption of local produce and to promote the One Planet Living principles.

Management Committee

The following served on the management committee for the year:

Diane Harris - Secretary
Robert Spain - Treasurer
Mark Gordon - Chair
Joris Gunawardena - Elected member
Samuel Smith - Elected member
Charlotte Steel - Elected member

Registered office:
40A Telegraph Track
Little Woodcote Estate
Wallington
Surrey
SM6 0SH

Signed on behalf of the officers

M Gordon
Chair



D Harris
Secretary



C Steel
Committee Member/ General Manager



Approved by the Management Committee on 23 August 2016

SUTTON COMMUNITY FARM LIMITED
INDEPENDENT ACCOUNTANTS' REPORT TO THE MEMBERS OF
SUTTON COMMUNITY FARM LIMITED
YEAR ENDED 31 MARCH 2016

We report on the financial statements of the society for the year ended 31 March 2016 which comprise Profit and Loss Account, Balance Sheet, Accounting Policies and the related notes.

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 society 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 our 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.

David Cadwallader & Co Ltd

DAVID CADWALLADER & CO LIMITED
Chartered Certified Accountants

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

4 November 2016

SUTTON COMMUNITY FARM LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2016

	Note	2016 £	2015 £
REVENUE		271,452	214,103
Cost of sales		<u>66,456</u>	<u>53,097</u>
GROSS PROFIT		204,996	161,006
Administrative expenses		198,577	153,326
Other operating income	2	(1,185)	(1,139)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		7,604	8,819
Tax on profit on ordinary activities		180	1,988
PROFIT FOR THE FINANCIAL YEAR		<u>7,424</u>	<u>6,831</u>

SUTTON COMMUNITY FARM LIMITED

BALANCE SHEET

31 MARCH 2016

	Note	2016 £	£	2015 £
FIXED ASSETS				
Tangible assets	5		<u>24,700</u>	<u>18,012</u>
CURRENT ASSETS				
Debtors	6	6,923		46,216
Cash at bank and in hand		<u>107,711</u>		<u>57,222</u>
		114,634		103,438
CREDITORS: Amounts falling due within one year	7	<u>48,129</u>		<u>56,151</u>
NET CURRENT ASSETS			<u>66,505</u>	<u>47,287</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>91,205</u>	<u>65,299</u>
CAPITAL AND RESERVES				
Called up equity share capital	9		18,782	300
Other reserves	11		50,589	50,589
Profit and loss account	11		<u>21,834</u>	<u>14,410</u>
MEMBERS' FUNDS			<u>91,205</u>	<u>65,299</u>

The officers of the Management Committee acknowledge their responsibilities for:

(i) ensuring that the society keeps proper accounting records which comply with sections 75 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 section 75 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 profit for the financial year in accordance with the requirements of sections 79 and 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 the Financial Reporting Standard for Smaller Entities (effective January 2015).

These financial statements were approved by the Management Committee and authorised for issue on the 23 August 2016 and are signed on their behalf by:



M Gordon
Chair



D Harris
Secretary



C Steel
Committee Member/ General Manager

Society Registration Number: IP32202R

SUTTON COMMUNITY FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2016

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Cash flow statement

The Management Committee has taken advantage of the exemption in Financial Reporting Standard for Smaller Entities (effective January 2015) from including a Cash flow statement in the financial statements on the grounds that the society is small.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

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	-	15% straight line
Plant & Machinery	-	15% -33% on cost

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

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.

2. OTHER OPERATING INCOME

	2016	2015
	£	£
Sundry receipts	1,185	662
Food Festival ticket sales	-	477
	<u>1,185</u>	<u>1,139</u>

3. OPERATING PROFIT

Operating profit is stated after charging:

	2016	2015
	£	£
Officers' remuneration	-	-
Depreciation of owned fixed assets	<u>6,663</u>	<u>4,667</u>

SUTTON COMMUNITY FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2016

4. PARTICULARS OF EMPLOYEES

The aggregate payroll costs of the above were:

	2016 £	2015 £
Wages and salaries	138,303	100,378
Social security costs	9,012	4,789
	<u>147,315</u>	<u>105,167</u>

5. TANGIBLE ASSETS

	Leasehold Property £	Plant & Machinery £	Total £
COST			
At 1 April 2015	–	31,190	31,190
Additions	8,535	4,816	13,351
At 31 March 2016	<u>8,535</u>	<u>36,006</u>	<u>44,541</u>
DEPRECIATION			
At 1 April 2015	–	13,178	13,178
Charge for the year	1,278	5,385	6,663
At 31 March 2016	<u>1,278</u>	<u>18,563</u>	<u>19,841</u>
NET BOOK VALUE			
At 31 March 2016	<u>7,257</u>	<u>17,443</u>	<u>24,700</u>
At 31 March 2015	–	18,012	18,012

6. DEBTORS

	2016 £	2015 £
Trade debtors	4,991	44,142
Other debtors	–	148
Prepayments and accrued income	1,932	1,926
	<u>6,923</u>	<u>46,216</u>

7. CREDITORS: Amounts falling due within one year

	2016 £	2015 £
Trade creditors	8,439	24,728
Other creditors including taxation:		
Corporation tax	183	2,003
VAT	1,060	3,488
Accruals and deferred income	38,447	25,932
	<u>39,690</u>	<u>31,423</u>
	<u>48,129</u>	<u>56,151</u>

SUTTON COMMUNITY FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2016

8. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under the Financial Reporting Standard for Smaller Entities (effective January 2015).

9. SHARE CAPITAL

	2016	2015
	£	£
At 1 April 2015	300	-
Shares issued	18,482	300
At 31 March 2016	<u>18,782</u>	<u>300</u>
Amounts presented in equity	<u>18,782</u>	<u>300</u>

10. PRE REGISTRATION RESERVES

The Society became an Industrial and Provident Society on 16 September 2013, previously having been incorporated under The Companies Act. The profit and loss account reserves as at that date are shown as other reserves.

11. RESERVES

	Pre registration reserve	Profit and loss account
	£	£
Balance brought forward	-	14,410
Profit for the year	-	7,424
Other movements		
Other	50,589	-
Balance carried forward	<u>50,589</u>	<u>21,834</u>

SUTTON COMMUNITY FARM LIMITED
MANAGEMENT INFORMATION
YEAR ENDED 31 MARCH 2016

**The following pages do not form part of the statutory financial statements
which are the subject of the independent accountant's report on page 2.**

SUTTON COMMUNITY FARM LIMITED

DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2016

	Note	2016	£	2015	£
REVENUE					
Sale of produce and workshop income			194,522		162,003
Delivery charges			763		746
Grant funding and donations			<u>76,167</u>		<u>51,354</u>
			271,452		214,103
COST OF SALES					
Direct costs of produce sales		59,364			46,623
Tools and propagation units		4,142			3,083
Polytunnels and irrigation		231			595
Delivery costs		<u>2,719</u>			<u>2,796</u>
			66,456		53,097
GROSS PROFIT			204,996		161,006
GROSS PROFIT PERCENTAGE			<u>75.5%</u>		<u>75.2%</u>
OVERHEADS					
Wages and salaries		138,303			100,378
Employers national insurance contributions		9,012			4,789
Rent		1,740			2,400
Rates and water		2,647			2,257
Light and heat		1,160			2,534
Licences and Insurance		3,105			2,842
Repairs and maintenance (allowable)		2,190			1,107
Motor expenses		1,472			2,244
Travel and subsistence		119			137
Telephone		292			292
Staff training		2,681			2,006
Staff welfare		598			602
Other staff related expenses		132			119
General expenses		6,002			1,519
Outdoor Kitchen		-			38
Subscriptions		380			170
Cook Clubs & Pop-up Food Markets		6,475			17,652
Advertising		2,636			4,180
Promotions and exhibitions		-			829
Legal and professional fees		10,824			493
Accountancy fees		1,078			965
Depreciation		6,663			4,667
Bad debts written off		-			(75)
Bank charges		<u>1,068</u>			<u>1,181</u>
			198,577		153,326
PROFIT ON CLUB TRADING			6,419		7,680
Sundry receipts			1,185		662
Food Festival ticket sales			-		477
PROFIT ON ORDINARY ACTIVITIES			<u>7,604</u>		<u>8,819</u>

SUTTON COMMUNITY FARM LIMITED
NOTES TO THE DETAILED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 2016