

**REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
GROWING COMMUNITIES**

Prime
Chartered Accountants
Corner Oak
1 Homer Road
Solihull
B91 3QG

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FOR THE YEAR ENDED 31 MARCH 2022**

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GROWING COMMUNITIES

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2022**

DIRECTORS:

K Dalmeny
R Dana
G Gilbert
S Havard
N Silk

SECRETARY:

J Brown

REGISTERED OFFICE:

The Old Fire Station
61 Leswin Road
London
N16 7NX

REGISTERED NUMBER:

03438761 (England and Wales)

ACCOUNTANTS:

Prime
Chartered Accountants
Corner Oak
1 Homer Road
Solihull
B91 3QG

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2022**

The directors present their report with the financial statements of the company for the year ended 31 March 2022.

PRINCIPAL ACTIVITY

The principal activity of the company during the year was feeding urban communities in a fair, sustainable way in the face of corporate dominance and climate change.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2021 to the date of this report.

K Dalmeny
R Dana
G Gilbert
S Havard
N Silk

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

.....
R Dana - Director

Date:

**INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	2022 £	2021 £
TURNOVER		2,159,462	2,156,711
Cost of sales		<u>2,078,929</u>	<u>1,935,725</u>
GROSS PROFIT		80,533	220,986
Administrative expenses		<u>106,633</u>	<u>139,529</u>
		(26,100)	81,457
Other operating income		<u>3,657</u>	-
OPERATING (LOSS)/PROFIT	4	(22,443)	81,457
Interest receivable and similar income		<u>154</u>	<u>446</u>
(LOSS)/PROFIT BEFORE TAXATION		(22,289)	81,903
Tax on (loss)/profit		<u>-</u>	-
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u>(22,289)</u>	<u>81,903</u>

The notes form part of these financial statements

BALANCE SHEET
31 MARCH 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	5	73,782	12,405
CURRENT ASSETS			
Debtors	6	56,422	67,386
Cash at bank and in hand		290,977	439,969
		347,399	507,355
CREDITORS			
Amounts falling due within one year	7	133,341	200,679
NET CURRENT ASSETS		214,058	306,676
TOTAL ASSETS LESS CURRENT LIABILITIES		287,840	319,081
RESERVES			
Other reserves	8	45,438	45,438
Retained earnings	8	242,402	273,643
MEMBERS' FUNDS		287,840	319,081

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company 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 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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 Board of Directors and authorised for issue on and were signed on its behalf by:

.....
R Dana - Director

The notes form part of these financial statements

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2022**

	Retained earnings £	Other reserves £	Total equity £
Balance at 1 April 2020	191,179	45,999	237,178
Changes in equity			
Total comprehensive income	82,464	(561)	81,903
Balance at 31 March 2021	<u>273,643</u>	<u>45,438</u>	<u>319,081</u>
Changes in equity			
Total comprehensive income	(31,241)	-	(31,241)
Balance at 31 March 2022	<u>242,402</u>	<u>45,438</u>	<u>287,840</u>

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. STATUTORY INFORMATION

Growing Communities is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with 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.

Tangible fixed assets

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

Leasehold property	- 20% on cost and 10% on cost
Office equipment	- 25% on cost

Government grants

Grants are accounted for under the accruals model as permitted by FRS 102. Grants of a revenue nature are recognised in the profit and loss account in the same period as the related expenditure. Government grants relate to the receipt of Coronavirus Job Retention Scheme income and is included within other income.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Turnover

Turnover represents sales of organic vegetables which are sold through the company's weekly box scheme, proceeds from the running of a farmers market together with grants and donations received. Grants and donations are brought into account on receipt unless their receipt is reasonably certain in which case they are brought into account when notified. Grants received in advance are shown as deferred income (within creditors) and are taken to income when conditions for these are satisfied.

In respect of contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion of the work.

Financial instruments

To reflect the principles based approach to preparing financial statements it is necessary to define a number of concepts previously known as assets, liabilities and equity. Financial instruments is the collective name for these; financial instruments are classified and accounted for, according to the substance of the contractual arrangement under which they arise. They are classified as either financial assets, financial liabilities or equity instruments.

Loan reserve

Funds provided to the company for the purpose of making loans to other organisations who undertake similar activities are taken directly to a special reserve which is separated into subfunds for distributed and undistributed funds. Interest arising from such funds will be taken to the profit and loss account. Bad debts arising from loans made are written off to the reserve.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 27 (2021 - 27).

4. OPERATING (LOSS)/PROFIT

The operating loss (2021 - operating profit) is stated after charging:

	2022	2021
	£	£
Depreciation - owned assets	22,576	2,592

5. TANGIBLE FIXED ASSETS

	Leasehold property £	Office equipment £	Totals £
COST			
At 1 April 2021	24,954	116,316	141,270
Additions	-	83,953	83,953
At 31 March 2022	24,954	200,269	225,223
DEPRECIATION			
At 1 April 2021	24,954	103,911	128,865
Charge for year	-	22,576	22,576
At 31 March 2022	24,954	126,487	151,441
NET BOOK VALUE			
At 31 March 2022	-	73,782	73,782
At 31 March 2021	-	12,405	12,405

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	43,922	47,730
Other debtors	12,500	19,656
	56,422	67,386

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	101,154	155,341
Other creditors	32,187	45,338
	133,341	200,679

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

8. RESERVES

	Undistributed loan funds £	Distributed loan funds £	Profit and loss account £	Totals £
At 1 April 2021	45,438		273,643	319,081
Profit for the year	-		6,568	6,568
Transfers		(8,952)		(8,952)
At 31 March 2022	45,438	(8,952)	280,211	316,697

9. GRANTS RECEIVED AND RECEIVABLE

	At 1 April 2021 £	Received in the year £	Released to Income & Expenditure £	Transfers £	Received in advance at 31 March 2022 £
Local food grant (1)	6,262	-	-	-	6,262
Big Lottery (2)	2,380	-	-	-	2,380
Grow Wild (Kew) (3)	121	-	-	-	121
Grown in Dagenham Pavilion	(2,291)	-	-	-	(2,291)
Esmee Fairburn (BFT)	4,224	-	-	-	4,224
Kickstarter	33,319	69,045	(93,172)	-	9,192
FoodNet	-	18,228	(18,228)	-	-
	3,509	-	-	-	3,509
	47,524	87,273	(111,400)	-	23,397

(1) Starter farm.

(2) Patchwork farms.

(3) Groundwork Kew Dagenham.

10. COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee. In the event that the company is wound up, the member's liability will not exceed £1 each.

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2022**

	2022		2021	
	£	£	£	£
Turnover				
OF&V scheme income	1,935,840		1,900,402	
Dagenham starter farm	38,609		30,088	
Market garden income	9,283		8,507	
Farmers market income	63,566		54,541	
Other income	112,164		163,173	
		2,159,462		2,156,711
Cost of sales				
Purchases	1,503,205		1,310,971	
Wages	542,858		595,113	
Social security	32,866		29,641	
		2,078,929		1,935,725
GROSS PROFIT		80,533		220,986
(3.73% 2021 : 10.25%)				
Other income				
Van grant income	3,657		-	
Deposit account interest	154		446	
		3,811		446
		84,344		221,432
Expenditure				
Hire of plant and machinery	-		591	
Rent	35,247		36,138	
Insurance	6,630		1,972	
Telephone	2,034		3,023	
Post and stationery	981		2,440	
Advertising	6,504		6,709	
Travelling	1,202		225	
Staff training	1,053		2,510	
Computer costs	4,813		8,684	
Sundry expenses	14,508		56,766	
Hospitality	1,757		835	
Accountancy	1,500		-	
Subscriptions	864		5,743	
Professional fees	6,964		11,301	
		84,057		136,937
		287		84,495
Depreciation				
Office equipment		22,576		2,592
NET (LOSS)/PROFIT		(22,289)		81,903

This page does not form part of the statutory financial statements