

FCA Registered number RS007584

**BOVEY TRACEY PARADISO ARTS LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

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Society Information**Chairman**

Mr D McGahey

Directors

Mr I Alexander
Mr R Bull
Dr M Edwards
Mr G Fice
Mr A Huckerby
Ms J McDowell
Mr D McGahey
Mr B Rodrick
Mr S Willmore
Miss V Yates

Society secretary

Mr G Fice

Registered office

83 Fore Street
Bovey Tracey
Newton Abbot
Devon
TQ13 9AB

Accountants

The Alanbrookes Group Ltd.
Studio 24
The Glove Factory
Holt
Wiltshire
BA14 6RL

Charity tax reference

5485900394

Directors' Report for the Year Ended 30 June 2024

The Directors present their report and the financial statements for the year ended 30 June 2024.

Directors of the society

The Directors who held office during the year were as follows:

Ian Alexander (appointed 8 January 2024)
David Alexander (resigned 3 July 2023)
Richard Bull
Marion Edwards
Graham Fice
Andrew Huckerby
Nick James (appointed 16 October 2023, resigned 31 December 2023)
Janine McDowell
David McGahey
Ben Rodrick
Victoria Yates
Stephen Willmore

Principal activity

The principal activity of the Society is to establish and operate a thriving community arts and entertainment centre for the people of Bovey Tracey and surrounding areas.

With full opening planned in 2025, the arts centre will provide an art gallery (which is already open), an 80-seat auditorium hosting cinema and live events, and a café/restaurant. Jobs will be provided for local people and the number of visitor attractions in the town increased.

The Directors appointed last year have brought significant skills and commitment to the development of the arts centre. Their input has supported positive moves towards the opening from construction, through organisation of a vibrant programme of events to robust planning for the business once open. The Patron of Bovey Paradiso Arts, Patrice Naiambana has continued his support including the staging of 'Perception Gap', a dramatized reading with live music.

The art gallery has hosted a regular programme of outstanding exhibitions including a themed exhibition focused on environmental issues as part of the national Green Week. With air source heat pumps, solar tiles and a robust energy reduction plan, Bovey Paradiso will be able to demonstrate sound environmental principles in construction and operation.

Engagement with local events such as the Green Man Festival, the Craft Festival and the Food Festival has been key in enhancing the profile of Bovey Paradiso Arts and drawing visitors in, as well as providing an opportunity for members/shareholders to inspect progress on the development.

Pending completion of the auditorium, events have been staged under the Paradiso Arts banner in venues around Bovey Tracey. These have ranged from regular, and very popular, film screenings in a nearby hall through to a jazz trio performing in the nearby Dartmoor Distillery. Community engagement and outreach has been further supported through the recent award of a grant by Teignbridge District Council for a range of portable equipment, from staging to sound and lighting equipment.

In addition to the Memorandum of Understanding signed with the Bovey Players last year, a second Memorandum of Understanding has been signed with the local Society of Artists.

Last years' Annual Report noted the installation of a glass roof as a symbolic and physical bridge between the original grade II listed pub and the auditorium. Work progresses on the auditorium with walls built and the roof soon to be completed. Completion of the roof may enable some events,

currently in venues around Bovey Tracey, to be mounted in advance of final fitting out of Paradiso. The whole exterior of the building will be repainted in a distinctive colour to attract attention and underline the arts centre's place at the heart of Bovey Tracey.

Fundraising has required significant but essential effort towards opening of the arts centre. Last year's Annual Report noted the award of money under the government's Community Ownership Fund. During the year awards have been secured from a range of sources, often requiring matched funding to be put in place. Bovey Paradiso Arts was pleased to be awarded a grant by Bovey Tracey Town Council under the Community Infrastructure Levy which is a further step towards realisation of the arts centre with cinema and theatre set out in the Council's Parish Neighbourhood Plan 2021-2033.

Approved by the Board and signed on its behalf by



Mr D McGahey (Chairman)

Date: 4 November 2024

Directors' responsibilities statement

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with 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'. Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Society and of the profit or loss of the Society for that period.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies for the Society's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Society's transactions and disclose with reasonable accuracy at any time the financial position of the Society and to enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BOVEY TRACEY PARADISO ARTS LIMITED

Opinion

We have audited the financial statements of Bovey Tracey Paradiso Arts Limited (the 'Society') for the year ended 30th June 2024, which comprise the Profit and Loss Account, the Balance Sheet and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Society's affairs as at 30th June 2024 and of its profit 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 Co-operative and Community Benefit Societies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Society in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Society's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue. Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Directors are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Co-operative and Community Benefit Societies Act 2014.

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Society and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters in relation to which the Co-operative and Community Benefit Societies Act 2014 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 Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of Directors

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Society or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Based on our understanding of the Company and industry, we evaluated that the principal risks of non-compliance with laws and regulations related to UK tax legislation, Health and Safety Executive legislation, Data Protection legislation, Employment legislation and Environmental legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the financial statements such as the Companies Act 2006. We evaluated management's incentives and

opportunities for fraudulent manipulation of the financial statements (including override of controls).
Audit procedures performed included:

- Evaluating management's controls designed to prevent and detect irregularities;
- Substantive testing of specific transactions and balances.

Although we have nothing adverse to report in terms of the results of the procedures listed above, there are inherent limitations in such procedures. We are less likely to become aware of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

Use of our report

This report is made solely to the Society's members, as a body, in accordance with the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the Society'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 Society and the Society's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Andrew Fisher BA FCA (Senior Statutory Auditor)

for and on behalf of
The Alanbrookes Group Ltd

Chartered Accountants

24 Glove Factory Studios
1 Brook Lane
Holt
Wiltshire BA14 6RL

Date: 4/11/2024

Bovey Tracey Paradiso Arts Limited
Annual Report and Financial Statements
Profit and Loss Account for the year ended 30 June 2024

	Note	2024 £	2023 £	2022 £	2021 £	2022 £	2019 £
Turnover		24,186	13,978	11,319	391	-	-
Administrative expenses		-64,764	-57,142	-38,362	(66,854)	(66,854)	(43,625)
Other operating income		310,695	81,418	113,647	140,254	140,254	23,113
Operating profit/(loss)		<u>270,117</u>	<u>38,254</u>	<u>86,604</u>	<u>73,791</u>	<u>73,400</u>	<u>(20,512)</u>
Profit/(loss) before tax		<u>270,117</u>	<u>38,254</u>	<u>86,604</u>	<u>73,791</u>	<u>73,400</u>	<u>(20,512)</u>
Profit/(loss) for the financial year		<u><u>270,117</u></u>	<u><u>38,254</u></u>	<u><u>86,604</u></u>	<u><u>73,791</u></u>	<u><u>73,400</u></u>	<u><u>(20,512)</u></u>

The above results were derived from continuing operations.

The society has no recognised gains or losses for the year other than the results above.

Bovey Tracey Paradiso Arts Limited
Annual Report and Financial Statements
(Registration number RS007584)
Balance Sheet as at 30 June 2024

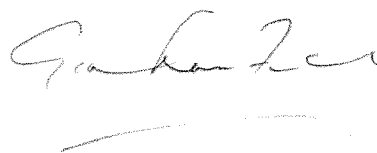
	Notes	2024 £	2023 £	2022 £	2021 £	2020 £	2019 £
Fixed Assets							
Tangible assets	3	938,313	806,157	806,157	534,498	468,817	278,660
Current assets							
Stock		1,690	412	314	0	200	-
Debtors	4	27,832	13,489	13,352	4,534	2,327	-
Cash at bank and in hand		127,550	49,270	121,456	124,304	32,761	130,071
		<u>157,072</u>	<u>63,171</u>	<u>135,122</u>	<u>128,838</u>	<u>35,288</u>	<u>130,071</u>
Creditors: Amounts falling due within one year	5	(33,452)	(77,510)	(37,812)	(104,126)	(18,686)	(3,085)
Net current assets		<u>123,620</u>	<u>(14,339)</u>	<u>97,310</u>	<u>24,712</u>	<u>16,602</u>	<u>126,986</u>
Net assets		<u>1,061,933</u>	<u>791,818</u>	<u>903,467</u>	<u>559,210</u>	<u>485,419</u>	<u>405,646</u>
Capital and reserves							
Called up share capital	6	571,850	571,850	571,850	464,100	464,100	464,100
Profit and loss account		490,083	219,968	181,714	95,110	21,319	(58,454)
Total equity		<u>1,061,933</u>	<u>791,818</u>	<u>753,564</u>	<u>559,210</u>	<u>485,419</u>	<u>405,646</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved and authorised by the Board on 4 November 2024 and signed on its behalf by:



David McGahey
Chairman



Graham Fice
Director and Society Secretary



Andrew Huckerby
Director

1. General information

The Society is constituted as a Community Benefit Society under the Co-operative and Community Benefit Societies Act 2014.

The address of its registered office is:
83 Fore Street
Bovey Tracey
Newton Abbot
Devon
TQ13 9AB
United Kingdom

These financial statements were authorised for issue by the Board on 4 November 2024.

2. Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section IA - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

The average number of employees during the period was one.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the society's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The society recognises revenue when: the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for each of the company's activities.

Other grants

Grants which relate to revenue are recognised in income in the period the related costs are incurred by the entity for which the grant is intended to compensate. For grants which are received by the entity for compensation for expenses or losses which have already been incurred, the grant is recognised in income when it is received or receivable.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Land and buildings	Not depreciated
Furniture, fittings, plant and equipment	20%

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Bovey Tracey Paradiso is a separate trading subsidiary and is a Community Interest Company Limited by Guarantee. This company has not operated during the year.

Stocks

Inventories are carried at the lower of cost and net realisable value. Cost is determined using the first-in, first-out method. The cost of finished goods and work-in-progress comprises raw materials, direct labour, other direct costs and related production overheads (based on normal operating capacity) but excludes borrowing costs.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and applicable variable selling expenses.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Share capital

The shares cannot be sold or traded. They may at the discretion of the Directors and subject to any statements in share offers, a share withdrawal policy or the law be withdrawn. The full price paid for the shares is not withdrawable if the Society does not have sufficient funds available at the time. In some circumstances the Directors may write down the value of the shares and in these circumstances only the written down value will be received.

3. Tangible assets

	Land & Buildings £	Furniture, fittings, plant and equipment £	Total £
Cost or valuation			
At 1 July 2023	765,515	56,428	821,943
Additions	141,152	2,834	143,986
At 30 June 2023	<u>906,667</u>	<u>59,262</u>	<u>965,929</u>
Depreciation			
At 1 July 2023	0	15,786	15,786
Charge	0	11,830	11,830
At 30 June 2024	<u>0</u>	<u>27,616</u>	<u>27,616</u>
Carrying amount			
At 30 June 2024	<u>906,667</u>	<u>31,646</u>	<u>938,313</u>
At 30 June 2023	<u>765,515</u>	<u>40,642</u>	<u>806,157</u>

4. Debtors

	2024 £	2023 £
Trade Debtors	4,948	350
VAT Receivable	6,929	12,755
Bovey Tracey Paradiso CIC	15,955	383
	<u>27,832</u>	<u>13,488</u>

5. Creditors

Creditors: amounts falling due within one year

	2024 £	2023 £
Due within one year		
Trade creditors	10,062	14,500
Taxation and social security	575	195
Accruals and deferred income	815	815
Loans	22,000	62,000
	<u>33,452</u>	<u>77,510</u>

6. Share capital

Allotted, called up and fully paid shares

	2024		2023	
	No.	£	No.	£
Ordinary of £1 each	571,850	571,850	571,850	571,850

Bovey Tracey Paradiso Arts Limited
Annual Report and Financial Statements
Detailed Profit and Loss Account for the year ended 30 June 2024

This page is for the information of the members only and does not form part of the filed financial statements

	2024	2023	2022	2021	2020	2019
	£	£	£	£	£	£
Turnover	24,186	13,978	11,319	391	0	0
Administrative expenses						
Audit and accountancy and other services	987	840	450	450	800	850
Advertising, promotions and marketing costs	45	161	674	1,120	753	0
Payroll costs	9,211	14,449	14,205	0	11	92
Utilities costs	9,428	6,837	2,118	603	0	137
Other repairs and maintenance costs	2,484	14,572	5,385	35,461	8,116	8,290
Consultancy costs	14,364	0	7,309	21,272	24,979	21,445
Legal and professional costs	0	0	13	35	8,969	9,014
Bank charges	654	710	613	280	285	626
Insurance costs	6,158	2,643	1,967	2,621	2,767	2,625
IT and computer	2,694	2,464	2,630	2,478	620	290
Printing, postage and stationery	133	0	359	640	27	189
Subscriptions	250	320	300	897	651	67
Gallery expenses	248	1,363	1,458	118	0	0
Event costs	6,340	0	0	0	0	0
Bad debt write offs	(59)	(1,220)	0	0	0	0
Depreciation	11,830	14,001	881	881	23	0
	64,765	57,140	38,362	66,855	48,001	43,625
Other operating income						
Grants and donations	310,695	81,418	113,647	140,254	127,774	23,113
Profit/(Loss) for the financial year	270,116	38,256	86,604	73,791	79,773	(20,512)