

Charity Registration No. 1092238

THE ESSEX & SOUTHEND SPORTS TRUST
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Richard Luckin

THE ESSEX & SOUTHEND SPORTS TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	L Butler J Sims RL Pearse S Butler	(Appointed 22 January 2022)
Charity number	1092238	
Principal address	The Red House Larks Lane Great Waltham Chelmsford Essex CM3 1AD	
Auditor	Rickard Luckin Limited 1st Floor 19 Clifftown Road Southend-On-Sea Essex SS1 1AB	

THE ESSEX & SOUTHEND SPORTS TRUST

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THE ESSEX & SOUTHEND SPORTS TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 30 JUNE 2021

The trustees have pleasure in presenting their report and the Accounts of the charity for the year ended 30 June 2021.

The trust is a registered charity and bound by the Trust Deed dated 13 March 2002, the requirements of the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). Deeds of Appointment supplemental to the Trust Deed were executed on 21 December 2017 and 31 January 2018.

Objectives and activities

The Trustees shall hold the capital and the income of the Trust Fund upon trust for such purpose or purposes within the county of Essex, the London boroughs of Havering, Redbridge and Dagenham, Newham and Waltham Forest (including but not limited to the unitary authorities of Southend-on-sea and Thurrock) as shall be exclusively charitable according to the law of England and Wales and in such shares and proportions as they shall in their absolute discretion think fit.

The Trust Fund and the income thereof is applied in or towards the following purposes subject always to compliance with the objects set out in the Trust Deed as varied:

- (a) Provision of or assistance in the organisation and provision of facilities for the playing of sports in particular but not limited to the playing of football, cricket and tennis.
- (b) Provision of suitably qualified coaches or the provision of grants to charitable organisations so that they may provide coaches to coach sport, in particular football and cricket.
- (c) Provision of sporting equipment and clothing or provision of grants to individuals, community amateur sports clubs and registered charities to purchase sporting equipment and clothing.
- (d) Making grants to individuals, community amateur sports clubs and registered charities in connection with the provision of sport.

The charity has been funded largely by endowment funds on terms that the Trustees preserve the value of such funds at all times and only distribute the income from it in furtherance of the Trusts objectives. The trustees have considered the Charity Commission guidance on public benefit and are satisfied that the Trust's activities meet the principles laid out in that guidance. A more detailed guide to the Trust's activities can be found on the website www.easst.org.uk

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the trust should undertake.

THE ESSEX & SOUTHEND SPORTS TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

Achievements and performance

The Trustees approved 11 grants in the year totalling £160,582 compared with 10 for £184,825 in 2020. This includes the balance of the 2021 grant of £nil (2020 – £25,000) made to the **Essex and Southend Sports Charitable Fund (ESSCF)** which is our joint venture with **Essex Community Foundation (ECF)**. The objectives of this fund, which has just completed its eighth year of operation, are to inspire people across Essex to take part in every kind of sport and to grow the amount of money that is available to make sporting grants in Essex. Grant applications for this fund, which is aimed mainly at individuals, should be made to ECF who carry out due diligence. For suitable applications, ECF will seek to find matching finance from other funds that it manages.

In the year to 30 June 2021, the Trustees and ECF jointly agreed to make 13 grants from the ESSCF with a total value of £44,183 of which £17,781 was taken from EASST's contribution and £26,401 was raised by ECF as matching funding from other Essex based charitable funds. This compares with 19 grants with a total value of £26,269 of which £13,072 was taken from EASST's contribution and £13,197 was raised by ECF as matching funding in the period to 30 June 2020. After deducting ECF's administration fees the balance of EASST contribution available in the ESSCF at 30 June 2021 was £5,117 (2020 - £12,877). The Trustees hope to make further contributions to the ESSCF over time. For further information go to:- <http://www.essexcommunityfoundation.org.uk/grants/our-grantmaking/funding-for-individuals/>

EASST trustees will continue to consider direct applications for grants particularly from sports clubs and other organisations involved with sport but may refer applications to ECF for consideration by the new fund, where appropriate.

In January 2018 the Trustees established a new joint venture fund with Essex Cricket (now renamed Essex Cricket in the Community) to provide small charitable grants of up to £2,000 to cricket organisations in Essex. Essex Cricket in the Community invites, receives and assesses funding applications that meet the criteria of the Fund and make recommendations on each application before they are presented to the EASST Trustees for approval. Applications must be for no more than half of the project or purchase cost. EASST committed a further £25,000 to this venture in the year to 30 June 2021. Since January 2018 grants have been approved to a total value of £86,010 to 61 different local clubs and other cricket organisations in Essex and East London.

From inception in 2002 to June 2021 the Trust has made 235 grants with a total value of £1.9 million and jointly approved with ECF 141 grants from the ESSCF with a value of £304,749.

Southend United Community and Educational Trust (SUCET)

The Trust made a further grant of £40,000 to SUCET in the year and has now contributed £413,000 since 2002. The EASST grant was matched by an additional £30,000 of funding from the Premier League for the Premier League Kicks Project. This provides football sessions, judo and workshops aimed at young people (12-19) and covers sexual health, drugs and alcohol abuse. SUCET is now building on the pathways from the PL Kicks Project into clubs and education programmes to give young people opportunities to create a lifelong sporting habit and develop careers in the sporting industry. During the COVID restrictions period online activities were organised and staff were encouraged to complete various online qualifications.

Schemes include volunteering, Futsal scholarship, traineeships, apprenticeships and National Citizen Service. SUCET is also developing a number of girls' football participation programmes and a pathway for girls to link through to their Southend United Community Sports Club. EASST also contributed to SUCET's BBC Children in Need- Sport Together Programme.

Centre of Cricket Excellence at Garon Park, Southend

In March 2005 EASST launched a public appeal to raise funds for the establishment of a Centre of Cricketing Excellence at Garon Park. A restricted fund is maintained for the money raised which is matched pound for pound by a transfer from the Trust's Unrestricted funds.

The Trust made grants of £30,000 towards ground maintenance.

All cricketing facilities at Garon Park have now been absorbed into the Garon Park Community Interest Company.

THE ESSEX & SOUTHEND SPORTS TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

Further Projects with Essex Cricket in The Community

In May 2018 the Trust agreed a three year programme of support for further activities of Essex Cricket in the Community. This year we built on that support, the grant of £27,500 included £5,000 to the development of women's cricket in Essex; £10,000 to support a programme of 30 days of performance cricket at Garon Park and continued support of the groundsman; £8,000 towards the junior pathway programme to engage around 200 9-13 year olds in regional cricket festivals and training; £2,000 towards the development of Ability Cricket around IV and Deaf Cricket.

Other grants to clubs and sports related institutions included:-

- £12,000 to Leyton Orient Trust to support community projects in East London.
- £1,582 to MCC Foundation to support their cricket hubs in Thurrock and Romford
- £5,000 to Southend Manor FC towards their clubhouse refurbishment
- £5,000 to Leigh Rd Baptist Church Tennis Club towards repairs to their pavilion and site
- £6,000 to Frinton-on-Sea Cricket Club towards nets and scoreboard
- £4,000 to Stubben Adventure Centre for purchase of two pico dinghies
- £3,000 to Eastern Elite Racing for 2021 season
- The Small Grants for Cricket fund made grants totalling £30,828 to 20 cricket clubs and organisations in Essex and East London.

The Essex and Southend Sports Charitable Fund (ESSCF)

This fund made 13 grants in the period which with matching funding arranged by Essex Community Foundation amounted to £44,183 of these were to individuals. It is our normal practice to request progress reports from the individuals who receive grants. 2020/21 have been difficult years with many events cancelled and training curtailed.

Donations to EASST

The Trustees welcome approaches from sports-loving individuals who share the Trusts objectives and wish to make a donation to the Trust. Generous tax benefits are available under the Gift Aid scheme. Tax free gifts may also be made in a will.

It is the policy of the trust that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the trust's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Reserves

The Trustees are adopting a total return approach to investment of the endowment fund, and consistent with the duty of even-handedness, are allocating income from these investments to be available for making grants in accordance with the Trusts objectives. Any surplus of income over grants and expenses will be carried forward as unrestricted reserves available for grants in the short to medium term. The Trustees have identified three major projects that they are considering supporting. In addition to helping with the development of the Garon Park Community Interest Company, discussions have taken place with both Essex CCC and Southend United FC about grants so that 'best in class' disabled facilities are included in their respective ground development projects. For this reason the Trustees are making annual retentions within unrestricted income funds to build finances to enable significant grants to be made towards these projects over the next few years,

THE ESSEX & SOUTHEND SPORTS TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

Investment policy

The Trustees are adopting a long term approach with, at the year end, almost all of the endowment funds committed to UK Index Tracking Equities, other equity products, property and bond funds.

Major risks

The major risk to which the charity is exposed is investment performance to endowment funds. The Trustees investment and grant-making policies are designed to preserve the capital value of endowment funds over the long-term.

The trustees have assessed the major risks to which the trust is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The trustees who served during the year and who were appointed in accordance with the Trust Deed were as follows:

PR Butler Deceased	(Deceased 3 November 2021)
L Butler	
J Sims	
RL Pearse	
S Butler	(Appointed 22 January 2022)

None of the trustees has any beneficial interest in the trust. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The board of trustees, which can have up to seven members, administers the charity. The board normally meets monthly and between them, manage the day-to-day operations of the charity.

THE ESSEX & SOUTHEND SPORTS TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

Statement of trustees' responsibilities

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

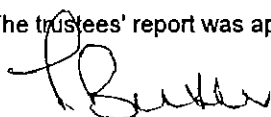
The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the trust and of the incoming resources and application of resources of the trust for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the trust and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' report was approved by the Board of Trustees.



L Butler

Trustee

Dated: 01/06/2022

THE ESSEX & SOUTHEND SPORTS TRUST

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE ESSEX & SOUTHEND SPORTS TRUST

Opinion

We have audited the financial statements of The Essex & Southend Sports Trust (the 'trust') for the year ended 30 June 2021 which comprise the statement of financial activities, the balance sheet and the notes to the financial statements, 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 charity's affairs as at 30 June 2021 and of its incoming resources and application of resources, 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 Charities Act 2011.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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 trustees' 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 trust'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 trustees 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 auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and 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.

THE ESSEX & SOUTHEND SPORTS TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE ESSEX & SOUTHEND SPORTS TRUST

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees 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 trustees 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 trustees are responsible for assessing the trust'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 trustees either intend to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 auditor's 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Capability of the audit in detecting irregularity, including fraud

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.

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our: general commercial and sector experience; through verbal and written communications with those charged with governance and other management; and via inspection of the company's regulatory and legal correspondence.

We discussed with those charged with governance and other management the policies and procedures regarding compliance with laws and regulations.

We communicated identified laws and regulations to our team and remained alert to any indicators of non-compliance throughout the audit, we also specifically considered where and how fraud may occur within the group.

The potential effect of these laws and regulations on the financial statements varies considerably.

Firstly, the company is subject to laws and regulations that directly affect the financial statements, including: the company's constitution; relevant financial reporting standards; company law; tax legislation and distributable profits legislation and we assess the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

THE ESSEX & SOUTHEND SPORTS TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE ESSEX & SOUTHEND SPORTS TRUST

Secondly the company is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on the amounts or disclosures in the financial statements, for instance through the imposition of fines and penalties, or through losses arising from litigations. We identified the following areas as those most likely to have such an affect: health and safety legislation; Data Protection; anti-bribery and anti-corruption legislation.

ISAs (UK) limit the required procedures to identify non-compliance with these laws and regulations to the procedures, and no procedures over and above those already noted are required. These limited procedures did not identify any actual or suspected non-compliance with laws and regulations that could have a material impact on the financial statements.

In relation to fraud, we performed the following specific procedures in addition to those already noted:

- Challenging assumptions made by management.
- Identifying and testing journal entries, in particular any entries posted with unusual nominal ledger account combinations, journal entries crediting cash or any revenue account and large or unusual entries.
- Performing analytical procedures to identify unexpected movements in account balances which may be indicative of fraud;
- Ensuring that testing undertaken on both the performance statement, and the balance sheet includes a number of items selected on a random basis; and
- Discussions with management.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with ISAs (UK). For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the procedures that we are required to undertake would identify it. In addition, as with any audit, there remains a high risk of non-detection of irregularities, as these might involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal controls. We are not responsible for preventing non-compliance with laws and regulations or fraud, and cannot be expected to detect non-compliance with all laws and regulations or every incidence of fraud.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

THE ESSEX & SOUTHEND SPORTS TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE ESSEX & SOUTHEND SPORTS TRUST

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Kate Bell (Senior Statutory Auditor)
for and on behalf of Rickard Luckin Limited

7 June 2022

Chartered Accountants
Statutory Auditor

1st Floor
19 Clifftown Road
Southend-On-Sea
Essex
SS1 1AB

Rickard Luckin Limited is eligible for appointment as auditor of the trust by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE ESSEX & SOUTHEND SPORTS TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 JUNE 2021

Current financial year

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total 2021 £	Total 2020 £
Income from:						
Donations and legacies	3	-	4,007	100,000	104,007	306,195
Investments	4	210,956	-	-	210,956	250,356
Total income and endowments		210,956	4,007	100,000	314,963	556,551
Expenditure on:						
Charitable activities	6	132,620	30,000	-	162,620	193,045
Net gains/(losses) on investments		-	-	625,059	625,059	(522,342)
Net incoming/(outgoing) resources before transfers		78,336	(25,993)	725,059	777,402	(158,836)
Net incoming/(outgoing) resources before transfers		78,336	(25,993)	725,059	777,402	(158,836)
Gross transfers between funds		(24,421)	24,421	-	-	-
Net movement in funds		53,915	(1,572)	725,059	777,402	(158,836)
Fund balances at 1 July 2020		924,567	1,572	5,395,691	6,321,830	6,480,666
Fund balances at 30 June 2021		978,482	-	6,120,750	7,099,232	6,321,830

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE ESSEX & SOUTHEND SPORTS TRUST

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

Prior financial year

	Notes	Unrestricted funds 2020 £	Restricted funds 2020 £	Endowment funds 2020 £	Total 2020 £
Income from:					
Donations and legacies	3	-	6,195	300,000	306,195
Investments	4	250,356	-	-	250,356
Total income and endowments		250,356	6,195	300,000	556,551
Expenditure on:					
Charitable activities	6	144,671	48,374	-	193,045
Net gains/(losses) on investments		-	-	(522,342)	(522,342)
Net incoming/(outgoing) resources before transfers		105,685	(42,179)	(222,342)	(158,836)
Gross transfers between funds		(41,195)	41,195	-	-
Net movement in funds		64,490	(984)	(222,342)	(158,836)
Fund balances at 1 July 2019		860,077	2,556	5,618,033	6,480,666
Fund balances at 30 June 2020		924,567	1,572	5,395,691	6,321,830

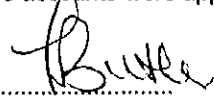
THE ESSEX & SOUTHEND SPORTS TRUST

BALANCE SHEET

AS AT 30 JUNE 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Investments	10		6,649,094		5,994,856
Current assets					
Debtors	11	80,656		60,731	
Cash at bank and in hand		370,682		268,473	
		<u>451,338</u>		<u>329,204</u>	
Creditors: amounts falling due within one year	13	<u>(1,200)</u>		<u>(2,230)</u>	
Net current assets			450,138		326,974
Total assets less current liabilities			<u>7,099,232</u>		<u>6,321,830</u>
Capital funds					
Endowment funds - general	14		6,120,750		5,395,691
Income funds					
Restricted funds	15		-		1,572
Unrestricted funds			978,482		924,567
			<u>7,099,232</u>		<u>6,321,830</u>

The accounts were approved by the Trustees on 01/06/2022


 L Butler
 Trustee

THE ESSEX & SOUTHEND SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies

Charity information

The Essex & Southend Sports Trust is a registered charity.

1.1 Accounting convention

The accounts have been prepared in accordance with the trust's deed dated 13 March 2002, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The trust is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the trust. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements for the year ended 30 June 2021 are the first financial statements of The Essex & Southend Sports Trust prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 July 2019. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the trust has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the trust.

1.4 Incoming resources

Income is recognised when the trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE ESSEX & SOUTHEND SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies

(Continued)

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Governance Costs

Governance costs include costs of the preparation and examination of the statutory accounts, the costs of trustee meetings and the cost of any legal advice to trustees on governance, investments or constitutional matters

Support Costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price, and are subsequently measured at fair value at each reporting date for publicly traded investments and at cost less impairment for non-publicly traded investments. Changes in fair value are recognised in net income/(expenditure) for the year.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Financial Instruments

The trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the trust's balance sheet when the trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

THE ESSEX & SOUTHEND SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at expected cash amount or consideration to be paid.

Derecognition of financial liabilities

Financial liabilities are derecognised when the trust's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

In the application of the trust's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Restricted funds	Endowment funds general	Total	Restricted funds	Endowment funds general	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Donations and gifts	4,007	100,000	104,007	6,195	300,000	306,195

THE ESSEX & SOUTHEND SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

4 Investments

	Unrestricted funds	Total
	2021 £	2020 £
Income from investments, deposits and loans	210,635	250,356
Interest receivable	321	-
	<u>210,956</u>	<u>250,356</u>

5 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Office supplies	-	-	-	44	-	44
Motor expenses	-	-	-	808	-	808
Marketing	500	-	500	2,637	-	2,637
Telephone	-	-	-	54	-	54
Computer costs	81	-	81	133	-	133
Audit fees	-	1,248	1,248	-	1,146	1,146
Legal and professional	-	-	-	-	3,000	3,000
Office supplies	-	36	36	-	43	43
Subscriptions	-	173	173	-	173	173
Telephone	-	-	-	-	54	54
Miscellaneous	-	-	-	-	128	128
	<u>581</u>	<u>1,457</u>	<u>2,038</u>	<u>3,676</u>	<u>4,544</u>	<u>8,220</u>
Analysed between						
Charitable activities	<u>581</u>	<u>1,457</u>	<u>2,038</u>	<u>3,676</u>	<u>4,544</u>	<u>8,220</u>

Governance costs includes payments to the auditors of £1,248 (2020- £1,146) for audit fees.

THE ESSEX & SOUTHEND SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

6 Charitable activities

	2021 £	2020 £
Grant funding of activities (see note 8)	160,582	184,825
Share of support costs (see note 5)	581	3,676
Share of governance costs (see note 5)	1,457	4,544
	<u>162,620</u>	<u>193,045</u>
Analysis by fund		
Unrestricted funds	132,620	144,671
Restricted funds	30,000	48,374
	<u>162,620</u>	<u>193,045</u>

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, but no (2020: 1) trustees were reimbursed expenses in the year. (2020- £1,005).

THE ESSEX & SOUTHEND SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

8 Grants payable

	2021 £	2020 £
Grants to institutions:		
Other	160,582	184,825

Grants to institutions includes £30,000 (2020- £25,000) to the Small Grants for Cricket Scheme which is managed by Essex Cricket in the Community Foundation (ECIC). Grant application for this scheme are approved by the Trustees of The Essex & Southend Sports Trust. Due diligence on applications and administration of the scheme is the responsibility of ECIC.

9 Employees

There were no employees during the year.

10 Fixed asset investments

	Listed investments £	Cash deposits £	Fixed term deposits	Total £
Cost or valuation				
At 1 July 2020	5,804,856	130,000	60,000	5,994,856
Additions	100,000	-	-	100,000
Valuation changes	648,917	(34,679)	(60,000)	554,238
At 30 June 2021	6,553,773	95,321	-	6,649,094
Carrying amount				
At 30 June 2021	6,553,773	95,321	-	6,649,094
At 30 June 2020	5,804,856	130,000	60,000	5,994,856

11 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	60,000	-
Prepayments and accrued income	20,656	60,731
	80,656	60,731

THE ESSEX & SOUTHEND SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

12	Financial instruments	2021 £	2020 £
	Carrying amount of financial assets		
	Debt instruments measured at amortised cost	60,000	-
	Equity instruments measured at fair value	6,589,094	5,934,856
	Equity instruments measured at cost less impairment	60,000	60,000
		<u> </u>	<u> </u>
	Carrying amount of financial liabilities		
	Measured at cost	1,200	2,230
		<u> </u>	<u> </u>
13	Creditors: amounts falling due within one year		
		2021 £	2020 £
	Accruals and deferred income	1,200	2,230
		<u> </u>	<u> </u>

THE ESSEX & SOUTHEND SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

14 Endowment funds

Endowment funds represent assets which must be held permanently by the trust. Income arising on the endowment funds can be used in accordance with the objects of the trust and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

Since inception the Charity has received in total donations of £4,516,410, which have been recorded as permanent endowments as the donations are on the terms that the Trustees preserve the capital sum at all times and only distribute the income derived from it in furtherance of the Trust's objectives.

	Balance at 1 July 2019	Movement in funds			Other recognised gains and losses	Balance at 1 July 2020	Movement in funds			Other recognised gains and losses	Balance at 30 June 2021
		Incoming Resources	Resources expended	Transfers			Incoming Resources	Resources expended	Transfers		
	£	£	£	£	£	£	£	£	£	£	£
Permanent endowments											
Permanent Endowment	5,618,033	300,000	-	-	(522,342)	5,395,691	100,000	-	-	625,059	6,120,750
	5,618,033	300,000	-	-	(522,342)	5,395,691	100,000	-	-	625,059	6,120,750

FOR THE YEAR ENDED 30 JUNE 2021

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Movement in funds			
	Balance at 1 July 2019 £	Incoming resources £	Resources expended £	Transfers £	Balance at 1 July 2020 £	Incoming resources £	Resources expended £	Transfers £
Centre of Cricketing Excellence at Garon Park	2,556	6,195	(48,374)	41,195	1,572	4,007	(30,000)	24,421
								-

All donations received in the year in relation to the 'Public Appeal for the Garon Park Centre of Cricketing Excellence' are included as restricted funds as the donors have agreed that these funds may only be used in relation to the grants for the Garon Park Project. In addition, £24,421(2020- £41,195) has been transferred from unrestricted to restricted funds, being the Trust's matching donation to this project and a special transfer of £nil (2020: £35,000).

Fund balances at 30 June 2021 are represented by:									
	Unrestricted Funds		Restricted Funds		Endowment Funds		Total		
	2021	£	2021	£	2021	£	2021	£	
Investments	528,344		-		6,120,750		6,649,094		5,994,856
Current assets/(liabilities)	450,138		-		-		450,138		326,974
	<u>978,482</u>		<u>-</u>		<u>6,120,750</u>		<u>7,099,232</u>		<u>6,321,830</u>

Fund balances at 30 June 2021 are represented

Current assets/(liabilities)

THE ESSEX & SOUTHEND SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

17 Related party transactions

Transactions with related parties

During the year the trust entered into the following transactions with related parties:

	Donations received (including gift aid)	
	2021 £	2020 £
Trustees	100,000	300,000

18 Analysis of changes in net funds

The trust had no debt during the year.