

Registered Charity No: 1092538

THE MUSTARD TREE TRUST

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 JANUARY 2021

THE MUSTARD TREE TRUST

TRUSTEES ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

for the year ended 31 January 2021

SMITHS ACCOUNTANTS & TAX ADVISERS

**Chartered Accountants
Northumberland**

THE MUSTARD TREE TRUST

CONTENTS

	Page
Trustees' Annual Report	1 - 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Unaudited Financial Statements	7 - 11

THE MUSTARD TREE TRUST

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31 JANUARY 2021

Objectives and Activities

A summary of the objectives of the charity set out in our governing document are as follows:

1. To advance the Christian Religion by:
 - a.) Preaching and proclaiming the Christian Gospel and teaching Christian doctrine and principles.
 - b.) Encouraging young people to worship and glorify God and become disciples of Jesus Christ.
 - c.) Distributing Christian literature and other media in order to promote the other objects of the Trust.
2. To advance education on the basis of Christian principles.
3. To relieve persons who are in conditions of need, hardship or distress.

A summary of the main activities undertaken to include those for the public benefit in relation to our objectives summarised above are as follows:

- We continued to deliver regular first school assemblies and Bible Lunchtime Club ;
- We co-ordinated "Lifepath", an event for first schools which was run in partnership with Scripture Union;
- We lead middle school assemblies
- We continued developing "Liquid", a monthly ecumenical youth service for local teenagers.
- We supported Nick Rowark's role as Chaplain for The Three Rivers Learning Trust for as long as was possible.

The Board of Trustees is mindful of its duties in respect of public benefit and has had due regard to the guidance issued by the Charity Commission.

Achievements and Performance

We strive to continue to carry out our overall objectives and activities that are outlined above and set out in our governing document. Our specific achievements this year have been much restricted due to coronavirus but include activities within the frameworks of The Three Rivers Learning Trust, the Lifepath events and Liquid service. Our team and our volunteers have worked closely with schools where possible in our surrounding area, for example, leading worship and co-ordinating courses for young people amongst other activities.

In terms of performance, we have, like many others, been affected hugely by the COVID-19 pandemic which has both restricted our ability to operate in our normal way and also placed us under a financial strain. We are thankful for the financial support of Government grants but, unfortunately, we arrived at the point where we reluctantly had to make an employment role redundant. In the unprecedented circumstances, it was not possible to measure our achievements in the usual way and, instead, we were focused on mere survival as a viable entity. However, with the generous regular contributions via church giving and from individual donors, supplemented by gift aid, we are in a position to look forward to the year ahead on a going concern basis. We would like to place on record our thanks to the staff, volunteers and donors for their collective practical and financial support.

THE MUSTARD TREE TRUST

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31 JANUARY 2021

Financial Review

A deficit for the year was incurred in the amount of (£7,772) (2020: Surplus £1,279). A summary of charity reserves as at 31 January 2021 is as follows:

	2021 £	2020 £
Restricted Funds	1,384	4,541
Unrestricted Funds	9,351	13,966
	<hr/> 10,735	<hr/> 18,507

Restricted reserves as at 31 January 2021 were as follows:

Fixed assets fund	-	-
Grants received carried forward	-	-
	<hr/> -	<hr/> -

Our reserves policy is to have sufficient liquid resources to cover running costs for several months ahead so that the charity can continue should the current level of income be reduced.

Structure, Governance and Management

The basis of our structure, governance and management is our Trust Deed dated 20 February 2002. We are constituted as a trust. Trustees are appointed by a resolution of the existing trustees as set out in the Trust Deed.

THE MUSTARD TREE TRUST

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31 JANUARY 2021

Reference and Administration Details

Charity Name	The Mustard Tree Trust
Charity Number	1092538
Principal Address	St Aidan's Church Shields Road Morpeth Northumberland NE61 2SA
Board of Trustees	John Cooper (Chair) Dr Lindsay Gilfillan (Secretary) Rev Simon White Michael David Willis Jason Underhill Heather Cape
Independent Examiner	Smiths Accountants & Tax Advisers Chartered Accountants 8 Linnet Court Alnwick Northumberland NE66 2GD
Principal Banker	CAF Bank 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ

Approval

This report was approved by order of the Board of Trustees on 1 July 2021 and signed on its behalf by

.....
John Maurice Cooper
Chair

.....
Lindsay John Gilfillan
Secretary

**INDEPENDENT ACCOUNTANTS REPORT TO THE TRUSTEES OF
THE MUSTARD TREE TRUST
FOR THE YEAR ENDED 31 JANUARY 2021**

I report on the accounts of the Charity for the year ended 31 January 2021, which are set out on pages 5 to 11.

Responsibilities and basis of report

As the charity trustees of the Trust, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Smiths

I R Smith (ACA)
Smiths Accountants & Tax Advisers Ltd
Chartered Accountants
8 Linnet Court
Cawledge Business Park
Alnwick
Northumberland
NE66 2GD

1 July 2021

THE MUSTARD TREE TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 JANUARY 2021

	Note	Unrestricted Funds £	Restricted Income Funds £	2021 Total Funds £	2020 Total Funds £
Incoming Resources					
Income and endowment from:					
Donations and legacies		15,981	42	16,023	17,754
Charitable activities					
Grants receivable		-	-	-	14,567
Gift aid		1,591	-	1,591	2,158
Sundry income		13,333	-	13,333	-
Total	3	30,905	42	30,947	34,479
Resources Expended					
Expenditure on:					
Charitable activities		28,523	4,437	32,960	30,463
Other		5,759	-	5,759	2,737
Total	4	34,282	4,437	38,719	33,200
Net income / (expenditure)		(3,377)	(4,395)	(7,772)	1,279
Transfers between funds		(1,238)	1,238	-	-
Net movement in funds		(4,615)	(3,157)	(7,772)	1,279
Reconciliation of funds					
Total funds brought forward		13,966	4,541	18,507	17,228
Total funds carried forward	11	9,351	1,384	10,735	18,507

The statement of financial activities includes all gains and losses in the year. All incoming resources expended derive from continuing activities.

THE MUSTARD TREE TRUST
BALANCE SHEET AS AT 31 JANUARY 2021

	Note	Unrestricted Funds £	Restricted Income Funds £	2021 Total Funds £	2020 Total Funds £
Fixed assets					
Tangible assets	6	-	-	-	-
Current assets					
Stocks	7	-	-	-	-
Debtors	8	250	-	250	-
Cash in hand and at bank	9	9,563	1,384	10,947	18,969
		<u>9,813</u>	<u>1,384</u>	<u>11,197</u>	<u>18,969</u>
Creditors: Amounts falling due within one year	10	462	-	462	462
		<u>9,351</u>	<u>1,384</u>	<u>10,735</u>	<u>18,507</u>
Net current assets / (liabilities)					
		<u>9,351</u>	<u>1,384</u>	<u>10,735</u>	<u>18,507</u>
Total assets less current liabilities		<u>9,351</u>	<u>1,384</u>	<u>10,735</u>	<u>18,507</u>
Funds of the charity					
Restricted income funds		-	1,384	1,384	4,541
Unrestricted funds		9,351	-	9,351	13,966
		<u>9,351</u>	<u>1,384</u>	<u>10,735</u>	<u>18,507</u>
Total funds	11	<u>9,351</u>	<u>1,384</u>	<u>10,735</u>	<u>18,507</u>

The financial statements were approved by the Board of Trustees on 1 July 2021 and were signed on its behalf by:

.....
 John Maurice Cooper
 Chair of Trustees

The notes on pages 7 to 11 form part of the financial statements

THE MUSTARD TREE TRUST
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

1. BASIS OF PREPARATION

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention with items recognised at cost of transaction values unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS102. The financial statements have been prepared on the going concern basis which assumes that the charity will continue in operational existence for the foreseeable future. The validity of this assumption depends on the continued support of donations which the Board of Trustees is confident will continue.

2. ACCOUNTING POLICIES

(a) Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

(b) Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

(c) Depreciation

Depreciation is provided where required to write off the cost of tangible fixed assets over their estimated useful economic life.

(d) Stocks

There are no stocks on hand as at 31 January 2021.

THE MUSTARD TREE TRUST
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

2. ACCOUNTING POLICIES (continued)

- (e) Support costs
Support costs represent the cost of running the charity's premises and general costs incurred in carrying out the charitable objectives of the charity.
- (f) Management and administration expenditure
Expenditure on management and administration of the charity includes all expenditure not directly related to the charitable activity.
- (g) Taxation
As a charity, The Mustard Tree Trust is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to charitable objects, no tax charges have arisen on the charity.
- (h) Fund Accounting
Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

	2021 £	2020 £
3. ANALYSIS OF INCOME		
Unrestricted income		
Donations received	15,981	16,259
Grants received	-	3,067
Gift aid	1,591	2,158
Sundry income – HMRC CJRS	13,333	-
	<u>30,905</u>	<u>21,484</u>
Restricted income		
Donations received – Staff costs	-	480
Donations received – Lifepath	-	325
Donations received – Wild & Free	42	690
Grants received	-	11,500
	<u>42</u>	<u>12,995</u>
TOTAL INCOME	<u>30,947</u>	<u>34,479</u>

THE MUSTARD TREE TRUST
FOR THE YEAR ENDED 31 JANUARY 2021

	2021 £	2020 £
4. ANALYSIS OF EXPENDITURE		
Unrestricted expenditure		
Staff costs	28,464	23,791
Assemblies, clubs and events	59	524
Premises costs	1,080	453
Travelling and expenses	438	544
Office consumables	134	-
Repairs and renewals	55	422
Bank charges and interest	63	60
Licences and subscriptions	172	-
Accountancy and independent examination	462	462
Insurance	835	796
Legal and professional fees	2,520	-
	<u>34,282</u>	<u>27,052</u>
Restricted expenditure		
Staff costs	3,644	4,910
Office consumables	-	36
Travelling and expenses	25	-
Liquid	103	350
Lifepath	-	785
Wild and free	665	67
	<u>4,437</u>	<u>6,148</u>
TOTAL EXPENDITURE	<u>38,719</u>	<u>33,200</u>

THE MUSTARD TREE TRUST

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

5. PAID EMPLOYEES

The average monthly number of employees during the year was three. No employee received emoluments in excess of £60,000.

6. TANGIBLE FIXED ASSETS

	2021 Total £	2020 Total £
Cost		
At 1 February 2020	-	-
Additions	-	-
Disposals	-	-
	<hr/>	<hr/>
At 31 January 2021	-	-
	<hr/>	<hr/>
Depreciation		
At 1 February 2020	-	-
Charge for the year	-	-
Disposals	-	-
	<hr/>	<hr/>
At 31 January 2021	-	-
	<hr/>	<hr/>
Net book value		
At 31 January 2021	-	-
	<hr/>	<hr/>

7. STOCKS

Stocks on hand	-	-
	<hr/>	<hr/>

8. DEBTORS AND PREPAYMENTS

Payments in advance and accrued income	250	-
	<hr/>	<hr/>

9. CASH AT BANK AND IN HAND

CAF Bank	10,806	18,821
Santander	141	148
	<hr/>	<hr/>
	10,947	18,969
	<hr/>	<hr/>

THE MUSTARD TREE TRUST
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

	2021 £	2020 £
10. CREDITORS AND ACCRUALS		
Sundry creditors and accrued charges	462	462
	<u> </u>	<u> </u>

11. CHARITY FUNDS

Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Designated Funds £	Total £
Fund balances at 31 January 2021 are represented by:				
Tangible fixed assets	-	-	-	-
Net current assets	9,351	1,384	-	10,735
Total net assets	<u>9,351</u>	<u>1,384</u>	<u>-</u>	<u>10,735</u>

Statement of funds

	As at 01.02.20 £	Income £	Expenses £	Net Transfers £	As at 31.01.21 £
Restricted reserves	4,541	42	(4,437)	1,238	1,384
Unrestricted reserves	13,966	30,905	(34,282)	(1,238)	9,351
	<u>18,507</u>	<u>30,947</u>	<u>(38,719)</u>	<u>-</u>	<u>10,735</u>

12. TRANSACTIONS WITH TRUSTEES

No trustee received remuneration during the year.

The control of the charity is with the Board of Trustees. No individual has control.
There were no significant transactions with related parties.