

R.E.A.L. FOUNDATION TRUST
(A company limited by guarantee)

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

R.E.A.L. FOUNDATION TRUST
(A company limited by guarantee)

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R.E.A.L. FOUNDATION TRUST
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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 AUGUST 2021**

Trustees	Ms J R Byatt (appointed 29 November 2021) Mr D Collins (appointed 14 June 2021) Mr R Day (appointed 14 June 2021) Ms J A W Evans (appointed 14 June 2021) Ms J Keely (appointed 14 June 2021) Mr B C Smith (appointed 14 June 2021) Mr S F Ryan Ms C F Ryan Ms A T Bailey (resigned 1 September 2020)
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Company registered number	07094662
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Charity registered number	1135811
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Registered office	Kingsmill House 1 Kings Mill Way Mansfield Nottinghamshire NG18 5ER
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R.E.A.L. FOUNDATION TRUST
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees present their annual report together with the financial statements of the Company for the year 1 September 2020 to 31 August 2021. The annual report serves the purpose of both a Trustees' report and a directors' report under company law. The Trustees confirm that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Chair's report

The R.E.A.L. Foundation Trust continues to provide a range of safe risk managed opportunities for young people with individual needs across the East Midlands 3 largest counties: Nottinghamshire, Derbyshire and Leicestershire.

Over the past year, restrictions due to the Covid-19 virus, particularly the closure of public spaces and the anxieties around social mixing, understandably limited the reach of our efforts. However, with a national focus on food poverty, the Trust has received increased applications to support the nutritional wellbeing of young people. This is an area which fits well with our objectives, and we are pleased to say we have assisted in several ways. This includes food parcels to families and free lunches during holiday time. As Trustees, we place significant emphasis on elements that contribute to successful learning. Food poverty and personal wellbeing are two key areas that are emerging post Covid that we shall seek to address.

Although the proposed Coast to Coast sponsored cycle ride again had to be cancelled, we are happy to report the annual golf tournament was reinstated. This was greatly appreciated by all participants and the effort of volunteers was acknowledged through record revenues.

I am pleased to report that despite Covid restrictions, phase 1 of the development of the Charity's new headquarters at Pleasley was undertaken and we were able to open several areas in June 2021. This is a significant landmark in the Charity's development and will be the keystone of our future developments in the coming years.

The organisational restructure that has accompanied this development has enabled the Trust to prioritise services and support for out of school activities and initiatives. This will enable us to drive the core objects of the charity to support the continuity of learning time outside of the hours of statutory education. In addition to this, the Trustees are aware of the continuing impact of food poverty and access to digital devices on the life chances of the young people we work with. These will be at the forefront of our strategy in the coming years. It is hoped that collaboration with other like-minded organisations will be a key driver in successfully addressing these areas.

The Children in Need grant continues to provide access to social opportunities for young people as we come out of the Covid restrictions. It has enabled us to successfully obtain further grants to provide continuity to the project. This includes three-year funding for a coordinator for a new project - "Freetime". The "Freetime" project will build on the current key themes to provide an increasing range of personal leisure time activities to promote independence and confidence for our target group.

During the course of the year, we have been fortunate in appointing 5 new Trustees to the board who bring a variety of experience and backgrounds to the Trust, and I look forward to working with them in the coming years as the Trust seeks to grow its services and opportunities for young people.

Sean Ryan

Chair of Trustees

To know more, visit our website: www.realft.org or telephone Nicky Holland on 01623 423411.

R.E.A.L. FOUNDATION TRUST
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities

a. Policies and objectives

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

The purposes of the charity are:

- advancing in life and helping young people by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals;
- advancing education;
- relieving unemployment;
- providing recreational and leisure time activity in the interest of social welfare for people who have need by reason of their youth, age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such persons;
- the promotion of healthy lifestyles and the provision of advice on the same.

The vision is shaped by the R.E.A.L. Foundation Trust through seeking to raise the aspirations of children, young people and their families who have become disengaged from education and their communities and have consequently become significantly hard to reach. In partnership with schools, colleges and specialist organisations it provides opportunities to stabilise situations in order to develop their skills, capacities and capabilities.

Through the building of quality relationships and experiences, the R.E.A.L. Foundation Trust aims to enable young people to build up their self-esteem to enable them to participate as independent, mature and responsible individuals within their communities and wider society.

The Trustees take the holistic view that the re-engagement in Education and communities needs a broad approach; and attention to the detail of a young person's needs is a key to success in this work. It endeavors to support complementary approaches and working environments focused on encouraging the re-engagement of children and young people with their learning. It seeks to provide assistance in all areas of a young person's wellbeing and personal development. In re-engaging and guiding young people onto the most appropriate accredited pathways and offering advice, information and guidance, the R.E.A.L. Foundation Trust aims to promote employability and future economic wellbeing of the young people it works for.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

b. Strategies for achieving objectives

The strategies employed for achieving our objectives within local communities include:

- the provision of sports and recreational activities to promote healthy lifestyles;
- identifying individuals, groups and organisations that require our support and work in partnership to develop progression in these areas;
- supporting delivery from organisations and individuals across a number of venues in Nottinghamshire, Leicestershire and Derbyshire;
- delivering stimulating and safe experiences for young people whilst looking particularly to develop the skills for independence and work.

Putting these strategies into action moving forward we shall have two major areas of activity which are: out of school programmes that meet the needs of local communities and, in particular, provision for young people with additional needs within their own communities.

Funding for this is drawn mainly from donations and fundraising events. In order to grow and develop opportunities we have established a bid writing team and a range of further fundraising events.

During the next year we shall develop a commissioning model to roll out the “Freetime” project to help deliver the core objectives and provide additional revenue.

c. Activities undertaken to achieve objectives

During the course of the year, the Trustees continued to look at ways to fund proposals that will meet the charitable aims and enhance the educational experience and outcomes for disadvantaged and hard to reach children and young people.

Fundraising activities were less restricted by the Covid-19 situation this year, but will need a significant focus in the coming year. There are a number of additional events planned.

The focus for the past year has been the development of the Freetime project to run alongside the work undertaken with the Children in Need grant. This will ensure continuity when the current grant expires and provide a long term, sustainable resource for young people's leisure time. The charity manager has been successful with Local Authority commissioning bids for this service. This will bring additional income over the coming year.

d. Volunteers

The R.E.A.L. Foundation Trust is extremely grateful to those who gave their services voluntarily over the past year.

Achievements and performance

a. Key performance indicators

The progress made with the Freetime project, the development of the Pleasley headquarters and the provision within it and the success of commissioning bids has placed the Trust on a healthy foundation for the coming year. The Trust balance sheet continues to be healthy and, in the circumstances, fundraising income has been pleasing. The breadth of new donors has placed fundraising in a much stronger position, and we look for this trend to continue. We continue to review the structured approach to bid writing and work on specific projects is well advanced. We look forward to more success in this area.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Achievements and performance (continued)

b. Review of activities

For a considerable part of the year, there was a significant stress placed on the activities of the Trust because of the necessary restrictions imposed during the Covid-19 outbreak. However, the Trust used its position in the community to play a positive role in ensuring the wellbeing of a large number of children and young people. The Trust's success in securing grants from local councils enabled support through the provision of food parcels for pupils and their families who would normally receive free school meals during the holiday periods.

The grants contributed towards the costs incurred for providing the food, transportation and expenses incurred for this much needed support. During this time we supported a significant number of families and in addition provided much needed socially distanced contact with the families, a visible continued supportive presence and a conduit for additional support when needed.

In the Autumn term, holiday clubs that included trips to football matches, places of local interest and other local leisure time activities were run in conjunction with Children in Need. In the Summer term, with further support of grants from Persimmon, well supported holiday clubs were run at the new Pleasley headquarters. These included sports days, a cinema club, arts and craft and technology sessions. Feedback was again excellent and the intention will be to run these regularly in future holidays and open these up to after school clubs in term time.

There have been a number of funding applications for personalised leisure time activities. These have been limited due to the impact of Covid restrictions. Focus will be targeted at creating more group opportunities post Covid to encourage social opportunities for young people in the light of restrictions over the past two years and we shall seek to fund new initiatives. Work has been limited but services available when possible.

The Charity manager has undertaken training in financial management, safeguarding, and leadership.

c. Fundraising activities and income generation

The major fundraising event was the golf day in July 2021 which achieved record revenue after costs of around £5.5k. The Trust was also successful in securing grant funding from several sources to achieve its objectives.

Moving forward to 21/22, the provision of services for the "Freetime" project will further support income generation.

d. Investment policy and performance

There were no surplus funds to invest during the course of the year.

e. Factors relevant to achieve objectives

The unique relationships the charity has developed to ensure the quality delivery of services to children and young people in need are a key to developing its profile as a major contributor to this area of work, particularly in the East Midlands where it is based.

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

b. Reserves policy

Reserves are that part of the Trust's unrestricted funds that is freely available to spend on any of the Charity's purposes. Unrestricted reserves at 31 August 2021 was £36,220. The Trust maintains unrestricted reserves to:

- Provide a level of working capital that protects the continuity of its core work
- Provide funding to develop unexpected opportunities
- Provide cover for risks such as unforeseen expenditure or unanticipated loss of income

The Board of Trustees will apply the above criteria with reference to the annual plans and determine the target level of reserves accordingly. The Board will at times designate funds from free reserves for significant project costs or the replacement/purchase of major assets.

c. Principal risks and uncertainties

The Trustees have assessed the major risks to which the Trust is exposed. At a time of increasing competition for funding streams and reductions in local authority spending, it is clear that direct funding will be limited and the margins for any services will come under scrutiny. The trustees have identified some core areas for development that will help to maintain the Trust's momentum and support future growth and security. This includes a review of existing areas of delivery to consider other revenue and delivery possibilities.

As a consequence the charity manager has reviewed current demand for places within the local Short Breaks offer and has produced a three year plan to develop internal services in line with growing demand. This has been supported with grants from local charities for key staff and approval from local authorities to provide services.

Increased competition for funding opportunities has indicated that a more structured and sustained approach needs to be taken to project development. The charity manager will continue to develop this area of work.

At a time when local authority cutbacks are having significant impact, the trustees identify that although there will be risk and uncertainty, this will also provide the Trust with opportunities to increase their profile and outreach to young people in need.

d. Financial risk management objectives and policies

By keeping overheads to a minimum, the Trustees limit any financial risks. Such risks as may occur are continually monitored.

All fund raising events are safeguarded by sponsorship and a policy of assessing the risk and ensuring break-even before confirmation.

e. Principal funding

The Charity has been funded by small grants from local and national organisations. The support of a fundraising team and administration will further aid the development of additional funding streams in the future. This will be sponsored through a Service Level Agreement with R.E.A.L. Education Limited.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Structure, governance and management

a. Constitution

The company is registered as a charitable company limited by guarantee.

The company is a registered charity number 1135811.

The principal object of the company is to provide support to young people who present with the most challenging individual needs in terms of additional support and complexity. It supports delivery from organisations and individuals across a number of venues in the East Midlands.

The focus is very much on delivering stimulating and safe experiences for young people whilst looking particularly at organisations who offer real outcomes and promote skills for work and life. There is a particular emphasis on achieving accredited outcomes within the National Framework that are appropriate to an individual's needs and capabilities.

b. Methods of appointment or election of Trustees

The management of the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. Policies adopted for the induction and training of Trustees

It is the R.E.A.L. Foundation Trust's policy that Trustees should be supported in all aspects of charitable training that is needed in conjunction with their role. It will be made available as required. Opportunities have been identified for Trustees to attend courses and funding can be applied for directly from the Charity to support this.

d. Pay policy for key management personnel

The charity has no staff directly employed.

e. Related party relationships

The R.E.A.L. Foundation Trust maintains a register of all Trustees' interests and any potential conflicts that may arise during the course of their business. There is a clear structure within all meetings for the declaration of third party interests and these are minute. All Trustees are aware of the related "Conflicts of Interest" policy that sets out guidelines for their involvement.

R.E.A.L. FOUNDATION TRUST
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Structure, governance and management (continued)

f. Financial risk management

Trustees are aware that the development of the new headquarters and the “Freetime” service, will create an element of financial risk. These have been mitigated with long-term sub-letting agreements that will cover a significant overhead. In addition, tight financial controls will be in place to manage the growth of the “Freetime” services and the support of long-term grants to cover principal wages will go a long way to reduce risk and uncertainty.

By keeping tight controls on overheads, Trustees will limit any financial risk.

The charity has in place a Service Level Agreement with R.E.A.L Education Limited that funds the secondment opportunities and services at no cost. This further alleviates financial risk.

The Trustees have assessed the major risks to which the company is exposed, in particular those related to the operations and finances, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

g. Trustees' indemnities

In furtherance of the Articles of the charity:

To provide indemnity insurance to cover the liability of the Trustees (or any Trustee) which by virtue of any rule of law would otherwise attach to them in respect of any negligence default breach of trust or breach of duty of which they may be guilty in relation to the Company Provided that any such insurance shall not extend to any claim arising from any act or omission which the Trustees (or any Trustee) knew to be a breach of trust or breach of duty or which was committed by the Trustees in reckless disregard of whether it was a breach of trust or breach of duty or not and provided that any such insurance shall not extend to the costs of an unsuccessful defence to a criminal prosecution brought against the Trustees (or any Trustee) in their capacity as Trustees (or Trustee) of the Company. Indemnity Insurance provision is made through brokers: Cowans (Mansfield).

Plans for future periods

- To provide resources to develop STEAM (Science, Technology, Engineering, The Arts and Maths) facilities around the East Midlands for disadvantaged students to access quality provision in this field. The development of a Centre of Excellence at Landmarks Centre, Pleasley
- To develop “Freetime” services and facilities;
- To add to the Trustee membership and to broaden the range of expertise;
- To develop further opportunities and broaden the range of fundraising activities;
- To continue to raise the profile of the charity within the East Midlands.

Members' liability

The liability of the Members is limited. Every Member of the Company undertakes to contribute such amount as may be required (not exceeding one pound) to the assets of the Company in the event of its being wound up while he is a member or within one year after he ceases to be a Member for payment of the debts and liabilities of the Company contracted before he ceases to be a Member and of the costs charges and expenses of winding-up and for the adjustment of the rights of the contributories among themselves.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Statement of Trustees' responsibilities

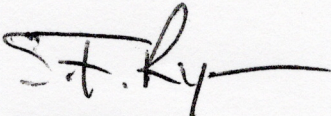
The Trustees (who are also the directors of the Company for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees 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 Company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mr S F Ryan

Date: 30 June 2022

R.E.A.L. FOUNDATION TRUST
(A company limited by guarantee)

INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 AUGUST 2021

Independent examiner's report to the Trustees of R.E.A.L. Foundation Trust ('the Company')

I report to the Trustees on my examination of the accounts of the Company for the year ended 31 August 2021.

Responsibilities and basis of report

As the Trustees of the Company (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Company's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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.

This report is made solely to the Company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Company's Trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Company and the Company's Trustees as a body, for my work or for this report.

Signed:



Dated: 30 June 2022

Mike Stevenson

Stevenson & Sons Ltd
Grammar School Rd
Brigg
DN20 8AF

R.E.A.L. FOUNDATION TRUST
(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2021**

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Income from:					
Donations and grants	2	33,148	46,111	79,259	175,751
Charitable activities	3	43,568	-	43,568	44,125
Total income		76,716	46,111	122,827	<i>219,876</i>
Expenditure on:					
Charitable activities	4	79,161	34,478	113,639	864,498
Total expenditure		79,161	34,478	113,639	<i>864,498</i>
Net movement in funds		(2,445)	11,633	9,188	<i>(644,622)</i>
Reconciliation of funds:					
Total funds brought forward		38,665	42,777	81,442	726,064
Net movement in funds		(2,445)	11,633	9,188	(644,622)
Total funds carried forward		36,220	54,410	90,630	<i>81,442</i>

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

The notes on pages 13 to 24 form part of these financial statements.

R.E.A.L. FOUNDATION TRUST
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BALANCE SHEET
FOR THE YEAR ENDED 31 AUGUST 2021

	Note	2021 £	2020 £
Fixed assets			
		<hr/>	<hr/>
		-	-
Current assets			
Debtors	9	23,760	42,284
Cash at bank and in hand		131,920	94,456
		<hr/>	<hr/>
		155,680	136,740
Creditors: amounts falling due within one year	10	(65,050)	(55,298)
		<hr/>	<hr/>
Net current assets		90,630	81,442
Total net assets		<hr/> 90,630 <hr/>	<hr/> 81,442 <hr/>
Charity funds			
Restricted funds	11	54,410	42,777
Unrestricted funds	11	36,220	38,665
		<hr/>	<hr/>
Total funds		<hr/> 90,630 <hr/>	<hr/> 81,442 <hr/>

The Company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


Mr S F Ryan

Date: 30 June 2022

The notes on pages 13 to 24 form part of these financial statements.

R.E.A.L. FOUNDATION TRUST
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

1. Accounting policies

1.1 Basis of preparation of financial statements

R.E.A.L. Foundation Trust is a private company limited by guarantee and incorporated in the United Kingdom. The address of the registered office is given in the company information of these financial statements. The company's registration number is 07094662 and the charity registration number is 1135811.

The financial statements have been prepared on a going concern basis. The financial statements have been prepared 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) (effective 1 January 2019) - (Charities SORP (FRS 102)) and the Companies Act 2006.

R.E.A.L. Foundation Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements are prepared in Sterling and rounded to the nearest £1.

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

1.2 Company Status

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

1.3 Income

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Company, can be reliably measured.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the Company's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the Company which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

1. Accounting policies (continued)

1.4 Expenditure

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 allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following basis:

Fixtures and fittings	- 20% reducing balance/ 10%-33% straight line
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1.6 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.7 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.8 Liabilities and provisions

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

1.9 Financial instruments

The Company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

1. Accounting policies (continued)

1.10 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

2. Income from donations and grants

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Donations	33,148	-	33,148	-
Grants	-	46,111	46,111	175,751
Total 2021	<u>33,148</u>	<u>46,111</u>	<u>79,259</u>	<u>175,751</u>
<i>Total 2020</i>	<u>-</u>	<u>175,751</u>	<u>175,751</u>	

3. Income from charitable activities

Income from fundraising events

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Golf tournament	9,835	9,835	80
Other	-	-	2,591
Mansfield 5K	-	-	830
Total 2021	<u>9,835</u>	<u>9,835</u>	<u>3,501</u>
<i>Total 2020</i>	<u>3,501</u>	<u>3,501</u>	

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3. Income from charitable activities (continued)

Income from other charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Rental Income	33,733	33,733	3,333
Donation from subsidiary undertaking	-	-	37,291
Total 2021	<u>33,733</u>	<u>33,733</u>	<u>40,624</u>

4. Analysis of expenditure by activities

	Activities undertaken directly 2021 £	Support costs 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Charitable activities	39,638	74,001	113,639	864,498
<i>Total 2020</i>	<u>853,558</u>	<u>10,940</u>	<u>864,498</u>	

Analysis of direct costs

	Total funds 2021 £	<i>Total funds 2020 £</i>
Charitable activities	<u>39,638</u>	<u>853,558</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

4. Analysis of expenditure by activities (continued)

Analysis of support costs

	Charitable activities 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Depreciation	-	-	19
Donated Management Time	32,881	32,881	-
Premises Expenses	131	131	2,008
Rent	11,825	11,825	4,146
Rates	4,940	4,940	-
Bank Charges	151	151	182
Printing	207	207	-
Energy	21,534	21,534	-
Accountancy Fees	1,955	1,955	3,035
Legal and Professional Fees	377	377	1,550
Total 2021	<u>74,001</u>	<u>74,001</u>	<u>10,940</u>

5. Independent examiner's remuneration

The independent examiner's remuneration amounts to an independent examiner fee of £1,000.

6. Staff costs

The average number of persons employed by the Company, including Trustees, during the year was as follows:

	2021 No.	<i>2020 No.</i>
Trustees	<u>8</u>	<u>3</u>

There are no employees directly employed by the company and no Trustees received remuneration amounting to more than £60,000 in either year.

7. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year, no Trustee expenses have been incurred (2020 - £NIL).

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**NOTES TO THE FINANCIAL STATEMENTS
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8. Tangible fixed assets

	Fixtures and fittings £
Cost or valuation	
At 1 September 2020	140
At 31 August 2021	<u>140</u>
Depreciation	
At 1 September 2020	140
At 31 August 2021	<u>140</u>
Net book value	
At 31 August 2021	<u>-</u>
At 31 August 2020	<u>-</u>

9. Debtors

	2021 £	2020 £
Due within one year		
Trade debtors	3,630	-
Amounts owed by group undertakings	-	37,291
Other debtors	858	-
Prepayments and accrued income	19,272	4,993
	<u>23,760</u>	<u>42,284</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

10. Creditors: Amounts falling due within one year

	2021	2020
	£	£
Trade creditors	3,082	3,371
Amounts owed to group undertakings	-	23,934
Other creditors	44,727	-
Accruals and deferred income	17,241	27,993
	<hr/> 65,050 <hr/>	<hr/> 55,298 <hr/>
	2021	2020
	£	£
Deferred income at 1 September 2020	18,576	-
Resources deferred during the year	-	18,576
Amounts released from previous periods	(13,801)	-
	<hr/> 4,775 <hr/>	<hr/> 18,576 <hr/>

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**NOTES TO THE FINANCIAL STATEMENTS
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11. Statement of funds

Statement of funds - current year

	Balance at 1 September 2020 £	Income £	Expenditure £	Balance at 31 August 2021 £
Unrestricted funds				
General Funds - all funds	38,665	76,716	(79,161)	36,220
	<hr/>	<hr/>	<hr/>	<hr/>
Restricted funds				
Student Enterprise	5,972	-	-	5,972
Community Outreach	1,981	-	-	1,981
Savoy Trust	32,410	-	-	32,410
Sporting Heritage	375	-	-	375
Florence Turner Donations	540	-	-	540
Leicestershire & Rutland Trust	1,499	-	(367)	1,132
Nottinghamshire County Council	-	1,960	(1,960)	-
Persimmon Building Futures	-	1,000	(1,000)	-
Sir John Eastwood	-	3,000	(3,000)	-
Mansfield District Council	-	2,000	-	2,000
National Lottery	-	10,000	-	10,000
Children in Need	-	28,151	(28,151)	-
	<hr/>	<hr/>	<hr/>	<hr/>
	42,777	46,111	(34,478)	54,410
	<hr/>	<hr/>	<hr/>	<hr/>
Total of funds	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	81,442	122,827	(113,639)	90,630

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

11. Statement of funds (continued)

Student Enterprise is a restricted fund for students across the organisation to use in enterprise activities.

Community Outreach is a grant from the Co-Operative for a community initiative to enable students to reach out to isolated pensioners. This is being used to establish regular social events in conjunction with a local care company.

The Savoy Trust donation is funding for the purchase and installation of cafeteria facilities at one of our hubs.

Sporting Heritage is funding for a project to allow our young people to research, collate and display examples of local sporting heritage.

The Florence Turner donation is a donation is for a sports related project in Leicester.

Leicestershire and Rutland donation is a donation for a sports related project in Leicester.

Nottinghamshire County Council's COVID-19 Community fund is funding to support provision of free school meals over lockdown.

Persimmon Building Futures is funding to provide activity resources to equip the Trust's summer camps.

Sir John Eastwood is a grant to support capital costs in refurbishing the Landmark.

Mansfield District Council is a grant to support continued food access to vulnerable families throughout lockdown.

National Lottery is a capital grant to support the development of the outside area at the Landmark.

The Children in Need is funding to support a project called 'REAL Futures' comprising of befriending services, holiday clubs, careers support and advice for young people.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

11. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 September 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 August 2020 £</i>
Unrestricted funds				
General Funds - all funds	114,948	6,834	(83,117)	38,665
	<hr/>	<hr/>	<hr/>	<hr/>
Restricted funds				
Donations	800	-	(800)	-
Student Enterprise	6,195	142	(365)	5,972
Community Outreach	1,981	-	-	1,981
Savoy Trust	-	32,410	-	32,410
Charles Waterfield Donation	600,000	125,000	(725,000)	-
Sporting Heritage	-	375	-	375
Florence Turner Donation	540	-	-	540
Leicestershire & Rutland Trust	1,600	-	(101)	1,499
Nottinghamshire County Council	-	2,000	(2,000)	-
	<hr/>	<hr/>	<hr/>	<hr/>
	611,116	159,927	(728,266)	42,777
	<hr/>	<hr/>	<hr/>	<hr/>
Total of funds	726,064	166,761	(811,383)	81,442
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

12. Summary of funds

Summary of funds - current year

	<i>Balance at 1 September 2020 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 August 2021 £</i>
General funds	38,665	76,716	(79,161)	36,220
Restricted funds	42,777	46,111	(34,478)	54,410
	<hr/>	<hr/>	<hr/>	<hr/>
	81,442	122,827	(113,639)	90,630
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

12. Summary of funds (continued)

Summary of funds - prior year

	<i>Balance at 1 September 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 August 2020 £</i>
General funds	114,948	6,834	(83,117)	38,665
Restricted funds	611,116	159,927	(728,266)	42,777
	<u>726,064</u>	<u>166,761</u>	<u>(811,383)</u>	<u>81,442</u>

13. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Current assets	96,495	59,185	155,680
Creditors due within one year	(60,275)	(4,775)	(65,050)
Total	<u>36,220</u>	<u>54,410</u>	<u>90,630</u>

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2020 £</i>	<i>Restricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Current assets	75,387	61,353	136,740
Creditors due within one year	(36,722)	(18,576)	(55,298)
Total	<u>38,665</u>	<u>42,777</u>	<u>81,442</u>

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14. Operating lease commitments

At 31 August 2021 the Company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021 £	<i>2020</i> £
Not later than 1 year	29,000	<i>12,083</i>
Later than 1 year and not later than 5 years	116,000	<i>116,000</i>
Later than 5 years	24,167	<i>53,167</i>
	<hr/> 169,167 <hr/>	<hr/> <i>181,250</i> <hr/>

15. Members' liability

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before he/she ceases to be a member.

16. Related party transactions

At 31 March 2022, £238 was due from a company with directors that are close family members of a Trustee.

During the year, the charitable company made purchases of £50,007 from a company with a director that is a close family member of a Trustee. Sales/recharges were made to the company of £69,216. £45,217 was owed to the company at the year end.

17. Controlling party

The Trust is a charity and has an independent board of Trustees. Until 28 June 2021, R.E.A.L. Education Limited was the only member of the Trust and had ultimate control by the powers vested in it by the Trust's constitutional documents. After this date, R.E.A.L. Education Limited ceased to be a member and all Trustees became members of the charitable company under a new constitution.