

THE LONGHORN CATTLE SOCIETY

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 AUGUST 2021

Charity No: 1159780

THE LONGHORN CATTLE SOCIETY

FINANCIAL STATEMENTS 31 AUGUST 2021

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THE LONGHORN CATTLE SOCIETY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

The trustees present their report together with the financial statements for the year ended 31 August 2021. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, 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 published in October 2019.

Reference and administration information

Charity name:	The Longhorn Cattle Society
Charity registration number:	1159780
Operational address:	East Lodge Stoneleigh Park Kenilworth CV8 2LH

Council members / Trustees

D Blockley	resigned 17.10.20
P W Close	
B Facon	resigned 17.10.20
S Gurton	
B M Llewellyn	appointed 17.10.20
T Mills	
P Stanley	
G Walker	
M Wheeler	
B T Wragg	appointed 17.10.20
S Zentis	

Secretary

D Dann

Bankers

HSBC Bank plc,
126 The Parade
Leamington Spa
Warwickshire
CV32 4AJ

Accountants and Independent Examiners

Dafferns LLP, One Eastwood, Harry Weston Road, Binley Business Park, Coventry, CV3 2UB

THE LONGHORN CATTLE SOCIETY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

Activities and charitable objects

The objectives for which the Society is established are to encourage, promote and improve the breeding of Longhorn cattle and to maintain their purity. To maintain a Herdbook of Longhorn cattle in furtherance to the above objects but not further or otherwise the Society shall have the following powers:

- i) To promote shows and/or sales of Longhorn Cattle
- ii) To do all things necessary for the attainment of the above objects.

The Society depends on the support of its members for its continuing success.

Public benefit

The Council consider they have complied with their duty to have due regard to the guidance on public benefit, as published by the Charity Commission, in exercising their powers and duties.

Achievements and performance

Herdbook activity for the financial year was 1,265 females registered, 945 animals birth notified, 95 males registered and 1,353 transfers. Excluding deaths, a total of 3,660 individual transactions took place in order to maintain an accurate registry.

The Society's programme of shows, member events and herd visits was cancelled in 2020 and much of 2021 due to the COVID-19 pandemic. As physical gatherings were not permitted, the Society supported its members by organizing online events. An online show took place over the summer and an online virtual timed auction gave members the opportunity to buy and sell Longhorn Cattle in a COVID-19 secure manner. One physical sale was able to be held when restrictions were eased.

These events were heavily publicized across social media platforms which promoted the breed to an unlimited domestic and international audience and enabled members to market their herds, animals for sale and Longhorn beef during a time when face to face gatherings were not permitted.

The Society continued with the Type Classification scheme when COVID-19 restrictions permitted. This independent assessment scheme assists members with selection of cattle and herd improvement and helps fulfil the Society's obligation for breed improvement.

The Society continued to DNA test and parent verify selected females and all bulls submitted for registration in order to maintain the purity of the breed and to comply with the Zootechnical Regulations 2020

Financial review

The Society's finances show a surplus on ordinary activities of £11,591 in the year ended 31 August 2021. Unrestricted funds carried forward at 31 August 2021 total £131,966.

THE LONGHORN CATTLE SOCIETY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

Reserves policy

The Council has examined the Society's requirements for reserves in the light of the main risks to the organisation. The Society aims to hold financial reserves that cover one year's budgeted expenditure. The Society has budgeted to spend £91,879 in the year to 31 August 2022. At 31 August 2021 the Society held reserves amounting to £131,966.

Structure, governance and management

Governing document

The Society is governed by its constitution. The Society was registered as a charity on 5 January 2015 (No: 1159780).

Recruitment and appointment of Council

The Longhorn Cattle Society is run by the Society Council. All Council members are also trustees of the Society. Nominations are invited for election to Council and both an online and a paper ballot are distributed prior to the AGM to determine their election should sufficient nominations be received. Council members are elected by the membership for a three year term and then retire by rotation. After their second consecutive three year term Council members cannot stand for re-election for one year. The Council elect their own Chairman at the first meeting after the AGM.

Council meetings follow a formal agenda and minutes are taken. There is an Annual General Meeting to which all members are invited. This meeting includes an adoption of the accounts and the presentation of the Chairman's report for the year.

The Council of the Society appoint a secretary/treasurer to carry out the daily administration of the Society and maintain the account records.

Risk review

The uncertainty over the COVID-19 pandemic presents risks to the Society's operations and income streams. The Society Trustees review and monitor these on an ongoing basis.

Trustees will be conducting some meetings and discussions via online conferencing to reduce the need to meet face to face. Registration and membership income have been reviewed and should remain stable in the short term. Ongoing marketing, sales and promotion of the breed will focus on online and social media platforms in order to replace some of the exposure the breed would normally have had from attendance at shows and events. Trustees monitor Government guidelines to ensure members can sell their animals in a COVID secure manner. Online conferencing is being offered to members for the AGM and is being considered by Trustees to deliver educational and management information to members in lieu of organised workshops and farm visits.

Approved by order of the board of trustees on 16 October 2021 and signed on its behalf by:

T Mills
Chairman of Trustees

THE LONGHORN CATTLE SOCIETY

FINANCIAL REPORT FOR THE YEAR ENDED 31 AUGUST 2021

Much of 2021 was dominated by the ongoing COVID-19 pandemic with many normal activities outside of maintaining the Herdbook cancelled. Activity on the Herdbook remained stable.

Herdbook activity for the financial year was 1265 females registered (1,286 in 2020), 945 (1063) animals birth notified, 97 (73) males registered and 1353 (1214) transfers. Excluding deaths, a total of 3,660 (3568) individual transactions took place in order to maintain an accurate registry.

As a membership based organisation the Society's main income streams remained subscriptions, registrations and transfers.

Secretarial salary, social security and occupational pension expenditure were the Society's largest single outgoing.

Printing, stationery and postage expenditure was reduced in this financial year as no Journal was produced.

The Longhorn Cattle Society is a Charity and the Trustees of the Society are entrusted with the role of ensuring the monies held are well managed and that there is a prudent reserve, and then ensure that funds are used to carry out the principal objectives of the Society. It is Council policy to ensure that the routine running costs of the Society are self-funding and that the Society has reserves roughly equivalent to a year's annual expenditure. A budget of £91879 has been approved by Council.

Deborah Dann
Society Treasurer and Breed Secretary

16 October 2021

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF THE LONGHORN CATTLE SOCIETY**

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 August 2021, which are set out on pages 6 to 11.

Responsibilities and basis of report

As the charity's trustees 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 charity's accounts carried out under section 145 of the 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 charity 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.

Richard Miller MA (Oxon) FCA,
For and on behalf of Dafferns LLP
Chartered Accountants,
One Eastwood,
Harry Weston Road,
Binley Business Park
Coventry, CV3 2UB

18 October 2021

THE LONGHORN CATTLE SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2021

	2021	2020
	Unrestricted funds	
	£	£
Income from:		
Members subscriptions	22,030	22,722
Gift aid	1,578	2,008
Donations	106	313
Registration fees	44,780	40,307
Transfer fees	10,863	9,519
AI Receipts	623	1,180
Society meeting income	-	3,054
Handbook and newsletter adverts	917	5,608
Breed development	1,618	1,975
Sale of merchandise	889	281
Interest received	11	319
Other income	<u>1,159</u>	<u>1,145</u>
Total income	<u>84,574</u>	<u>88,431</u>
Expenditure on:		
Shows and demonstrations	3,353	1,751
Breed development	8,003	8,570
Cost of meetings	342	5,005
Printing and stationery	3,573	10,818
Cost of merchandise	698	359
AI costs	2,255	2,368
Subscriptions payable	285	274
Secretary's salary and social security costs	38,334	39,305
Secretary's expenses	108	338
Office expenses	12,138	12,685
Website and other computer expenses	1,589	967
Independent examination	1,650	1,600
Legal fees	346	413
Depreciation	159	159
Other costs (including bank charges)	<u>150</u>	<u>78</u>
Total expenditure	<u>72,983</u>	<u>84,690</u>
Net income	11,591	3,741
Fund balance at 1 September 2020	<u>120,375</u>	<u>116,634</u>
Fund balance at 31 August 2021	<u>131,966</u>	<u>120,375</u>

The notes on pages 8 to 11 form part of these financial statements

THE LONGHORN CATTLE SOCIETY
BALANCE SHEET AS AT 31 AUGUST 2021

	Notes	2021	2020
		£	£
Fixed assets			
Tangible assets	5	195	354
Investments	6	<u>1,651</u>	<u>1,651</u>
		1,846	2,005
Current assets			
Stock		2,196	2,280
Debtors	7	7,228	8,518
Bank balances and cash	8	<u>139,432</u>	<u>123,364</u>
		148,856	134,162
Creditors: amounts falling due within one year	9	<u>18,736</u>	<u>15,792</u>
Net current assets		<u>130,120</u>	<u>118,370</u>
Net assets		<u>131,966</u>	<u>120,375</u>
Reserves			
General fund - Unrestricted	10	<u>131,966</u>	<u>120,375</u>

The financial statements were approved by the Board of Trustees on 16 October 2021 and were signed on its behalf by:

T Mills
Chairman of Trustees

The notes on pages 8 to 11 form part of these financial statements.

THE LONGHORN CATTLE SOCIETY

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

1. Accounting policies

Basis of preparing the financial statements

The Longhorn Cattle Society is a charitable incorporated organisation (CIO) in England and Wales. The operational address is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are stated on page 2.

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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) published in October 2019. Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

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

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.

Investment

The investment in the subsidiary is stated at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is defined for this purpose as the expenditure incurred in the normal course of business.

Stock of AI is not included as this is written off when extracted.

Depreciation

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

Computer equipment - 25% on cost

Fixtures and fittings - 15% on reducing balance

THE LONGHORN CATTLE SOCIETY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021 (continued)

1. Accounting policies (continued)

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

All the charity's funds are unrestricted.

2. Trustees' remuneration and benefits

There were no trustees' remuneration or other benefits for the year ended 31 August 2021 nor for the year ended 31 August 2020.

Trustees' expenses

Expenses reimbursed to trustees' during the year amounted to £86 (2020: £522).

3. Independent examiners remuneration

The independent examiners remuneration amounts to an independent examination fee of £1,650.

4. Staff costs

	2021	2020
The average monthly number of employees during the year was as follows:		
Administration	<u>1</u>	<u>1</u>
	£	£
Staff costs were:		
Salaries	37,265	37,265
Social security costs	-	922
Pension costs	<u>1,069</u>	<u>1,118</u>
	<u>38,334</u>	<u>39,305</u>

No employees received emoluments in excess of £60,000.

THE LONGHORN CATTLE SOCIETY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021 (continued)

5. Tangible fixed assets

	Computer Equipment £	Fixtures & Fittings £	Total £
Cost			
At 1 September 2020 and at 31 August 2021	<u>596</u>	<u>547</u>	<u>1,143</u>
Depreciation			
At 1 September 2020	298	491	789
Charge for the year	<u>149</u>	<u>10</u>	<u>159</u>
At 31 August 2021	<u>447</u>	<u>501</u>	<u>948</u>
Net book value			
At 31 August 2021	<u>149</u>	<u>46</u>	<u>195</u>
At 31 August 2020	<u>298</u>	<u>56</u>	<u>354</u>

6. Investments

Shares in subsidiary, at cost	2021 £	2020 £
Cost		
At 1 September 2020 and at 31 August 2021	<u>1,651</u>	<u>1,651</u>

The charity owns 100% of the ordinary shares of £1 each in the Longhorn Meat Marketing Company Limited. This subsidiary was used for non-primary purpose trading activities, namely the marketing of longhorn beef and retail of hides. The company is currently dormant.

The latest available accounts are for the year ended 31 August 2021. A summary of the results of the subsidiary for the year ended 31 August 2021 is shown below:

	£
Assets	1,051
Liabilities	-
	<u>1,051</u>
Share capital (A & B shares)	1,651
Profit and loss account	<u>(600)</u>
	<u>1,051</u>

Consolidated accounts are not prepared, as the trustees consider that the results are not material.

7. Debtors

	2021 £	2020 £
Trade debtors	5,097	6,370
Prepayments	<u>2,131</u>	<u>2,148</u>
	<u>7,228</u>	<u>8,518</u>

THE LONGHORN CATTLE SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021 (continued)

8. Bank balances and cash

	2021	2020
	£	£
The following balances are included:		
COIF Charities Deposit Fund	68,441	68,441
HSBC - Deposit account	6,221	6,220
- Current account	<u>64,770</u>	<u>48,703</u>
	<u>139,432</u>	<u>123,364</u>

9. Creditors: amounts falling due within one year

Trade creditors	3,755	3,512
PAYE and social security	25	-
Value added tax	4,319	2,070
Amount owed to subsidiary	1,051	1,051
Deferred income	7,816	7,439
Accruals	<u>1,770</u>	<u>1,720</u>
	<u>18,736</u>	<u>15,792</u>

10. Funds

All funds are unrestricted.

11. Related party transactions

The Society owns the shares in the Longhorn Meat Marketing Company Limited which is a commercial company established to promote the marketing and sale of Longhorn beef and hides.

Details regarding the accounts of the Longhorn Meat Marketing Company Limited are stated in note 6.