

Charity registration number: 1181452

Somerton Recreation Ground Trust (2019)

Annual Report and Financial Statements

for the Year Ended 31 March 2021

Somerton Recreation Ground Trust (2019)

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Somerton Recreation Ground Trust (2019)

Reference and Administrative Details

Trustee

Ray Thompson

Principal Office

3 Highfield Close
Somerton
Somerset
TA11 6SZ

Charity Registration Number

1181452

Independent Examiner

Accounting Angels (SW) Ltd
Corporate Financial Accountants
Walker House
Market Place
Somerton
Somerset
TA11 7LZ

Somerton Recreation Ground Trust (2019)

Trustee's Report

The member presents the annual report together with the financial statements of the charity for the year ended 31 March 2021.

Objectives and activities

Public benefit

The trust was created for the provision and maintenance of a recreation ground for the benefit of the inhabitants of the Parish of Somerton without distinction of political, religious or other opinions, with the objective of improving the conditions of life for the said inhabitants.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefits when reviewing the Trust's aims and objectives.

The trustee confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Grant making policies

No grants are made by the Charity.

Achievements and performance

A committee consisting of recreation ground user groups, community volunteers and trustees manage the day to day running and maintenance of the recreation ground and facilities.

The Recreation Ground continues to provide facilities for youth and adult football, rugby and schools sports tournaments. In addition, the grounds are used for non-sporting activities providing space for other community based activities such as the Somerton Music and Arts Festival, circus events and others. Our groundsmen maintain the fields to the highest standards and were pleased to receive a Silver award from the Somerset Playing Fields Association for 2020.

Financial review

The trust received £16,933 of income this year and made payments of £32,686. The year end cash balance was £28,392.48.

Policy on reserves

The trust holds a small reserve sufficient to cover between 4 and 6 months of operational expenditure. The trust aims to increase reserves to ensure that 6 months of expenditure is covered in order to reduce the need for grant funding to cover costs.

Investment policy and objectives

The trust holds no investment funds.

Somerton Recreation Ground Trust (2019)

Trustee's Report

Structure, governance and management

Nature of governing document

The Trust is a Charitable Incorporated Organisation (CIO), constituted under a charitable trust deed and is a registered charity number 1181452.

Recruitment and appointment of trustee

Somerton Recreation Ground Trust (2019) was formed on 7th January 2019 to accommodate the transfer of assets from the existing trust (Somerton Recreation Ground Trust Charity number 304630) on 31st March 2019. This followed a decision by the existing trustee (Somerton Town Council) to relinquish the day to day running of the recreation ground and pass this responsibility to a new entity.

The trustees are as follows:

David	Neil	Osmond	Chair.	Appointed	07.01.2019
Raymond	John	Thompson	Treasurer.	Appointed	07.01.2019
Jason	Richard	Burton		Appointed	07.01.2019
Cliff	Stephen	Bassett		Appointed	07.01.2019

Organisational structure

The trustees, user groups and community volunteers meet to discuss and decided on operational issues monthly. Trustees also meet quarterly to discuss and make decisions on both operational and strategic issues.

The annual report was approved by the member of the charity on and signed on its behalf by:

.....
Mr R Thompson on behalf of
The Recreation Ground Committee

Somerton Recreation Ground Trust (2019)

Statement of Trustee's Responsibilities

The trustee is responsible for preparing the trustee's report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities requires the trustee to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the member is 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 business.

The member is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The member is also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website in accordance with legislation in the United Kingdom governing the presentation and dissemination of financial statements.

Approved by the member of the charity on and signed on its behalf by:

.....

Mr R Thompson on behalf of
The Recreation Ground Committee

Somerton Recreation Ground Trust (2019)

Independent Examiner's Report to the trustee of Somerton Recreation Ground Trust (2019)

I report to the charity trustee on my examination of the accounts of the charity for the year ended 31 March 2021 which are set out on pages 6 to 14.

Respective responsibilities of trustee and examiner

As the charity's trustee of Somerton Recreation Ground Trust (2019) 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 Somerton Recreation Ground Trust (2019)'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 Somerton Recreation Ground Trust (2019) 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 accounting 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.

.....
Accounting Angels (SW) Ltd
Corporate Financial Accountants

Walker House
Market Place
Somerton
Somerset
TA11 7LZ

Date:.....

Somerton Recreation Ground Trust (2019)

Statement of Financial Activities for the Year Ended 31 March 2021

	Note	Unrestricted £	Total 2021 £
Income:			
Total Receipts		13,468	13,468
Expenditure on:			
Maintenance and Utilities		(19,049)	(19,049)
General Overheads		(13,585)	(13,585)
Total expenditure		(32,634)	(32,634)
Net movement in funds		(19,166)	(19,166)
Reconciliation of funds			
Total funds carried forward	9	(19,166)	(19,166)
			Total 2020 £
	Note	Unrestricted £	
Income:			
Total Receipts		54,144	54,144
Expenditure on:			
Maintenance & Utilities		(20,101)	(20,101)
General Overheads		(12,731)	(12,731)
Total expenditure		(32,832)	(32,832)
Net movement in funds		21,312	21,312
Reconciliation of funds			
Total funds carried forward	9	21,312	21,312

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2020 is shown in note 9.

Somerton Recreation Ground Trust (2019)

(Registration number: 1181452) Balance Sheet as at 31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	5	584,443	586,379
Current assets			
Debtors	6	-	10,306
Cash at bank and in hand	7	23,392	30,398
		<u>23,392</u>	<u>40,704</u>
Creditors: Amounts falling due within one year	8	(299)	(383)
Net current assets		<u>23,093</u>	<u>40,321</u>
Net assets		<u>607,536</u>	<u>626,700</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		(19,166)	21,312
Other reserves		<u>626,702</u>	<u>605,388</u>
Total unrestricted funds		<u>607,536</u>	<u>626,700</u>
Total funds	9	<u>607,536</u>	<u>626,700</u>

The financial statements on pages 6 to 14 were approved by the The Recreation Ground Committee, and authorised for issue on and signed on their behalf by:

.....

Mr R Thompson on behalf of
The Recreation Ground Committee

Somerton Recreation Ground Trust (2019)

Notes to the Financial Statements for the Year Ended 31 March 2021

1 Accounting policies

Statement of compliance

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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

Somerton Recreation Ground Trust (2019) 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 notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustee consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Somerton Recreation Ground Trust (2019)

Notes to the Financial Statements for the Year Ended 31 March 2021

Gifts in kind

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the Statement of Financial Activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

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.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustee's meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Somerton Recreation Ground Trust (2019)

Notes to the Financial Statements for the Year Ended 31 March 2021

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Trade debtors

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

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

Cash and cash equivalents

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

Trade creditors

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

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

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustee's discretion in furtherance of the objectives of the charity.

Somerton Recreation Ground Trust (2019)

Notes to the Financial Statements for the Year Ended 31 March 2021

2 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Governance costs		13,585	13,585
Total for 2020		<u>12,731</u>	<u>12,731</u>

Somerton Recreation Ground Trust (2019)

Notes to the Financial Statements for the Year Ended 31 March 2021

**Total
expenditure
£**

3 Auditors' remuneration

4 Taxation

The charity is a registered charity and is therefore exempt from taxation.

5 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Other tangible fixed asset £	Total £
Cost				
At 1 April 2020	578,635	10,325	1	588,961
At 31 March 2021	578,635	10,325	1	588,961
Depreciation				
At 1 April 2020	-	2,582	-	2,582
Charge for the year	-	1,936	-	1,936
At 31 March 2021	-	4,518	-	4,518
Net book value				
At 31 March 2021	578,635	5,807	1	584,443
At 31 March 2020	578,635	7,743	1	586,379

6 Debtors

	2021 £	2020 £
Trade debtors	-	13,931
Accrued income	-	(3,625)
	-	10,306

7 Cash and cash equivalents

Somerton Recreation Ground Trust (2019)

Notes to the Financial Statements for the Year Ended 31 March 2021

	2021 £	2020 £
Cash on hand	100	100
Cash at bank	13,292	30,298
Short-term deposits	10,000	-
	23,392	30,398

8 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	-	82
Other creditors	(1)	1
Accruals	300	300
	299	383

9 Funds

	Incoming resources £	Resources expended £	Balance at 31 March 2021 £
Unrestricted funds			
General	640,170	(32,634)	607,536

	Incoming resources £	Resources expended £	Balance at 31 March 2020 £
Unrestricted funds			
General	659,532	(32,832)	626,700

10 Analysis of net assets between funds

	Unrestricted funds General £	Total funds at 31 March 2021 £
Tangible fixed assets	584,443	584,443
Current assets	23,392	23,392
Current liabilities	(299)	(299)
Total net assets	607,536	607,536

Somerton Recreation Ground Trust (2019)

Notes to the Financial Statements for the Year Ended 31 March 2021

	Unrestricted funds General £	Total funds at 31 March 2020 £
Tangible fixed assets	586,379	586,379
Current assets	40,704	40,704
Current liabilities	(383)	(383)
Total net assets	<u>626,700</u>	<u>626,700</u>

11 Analysis of net funds

		At 1 April 2020 £	At 31 March 2021 £
Cash at bank and in hand		30,398	30,398
Net debt		30,398	30,398
	At 1 April 2019 £	Financing cash flows £	At 31 March 2020 £
Cash at bank and in hand	15,022	15,376	30,398
Net debt	15,022	15,376	30,398

Somerton Recreation Ground Trust (2019)

Detailed Statement of Financial Activities for the Year Ended 31 March 2021

	Total 2021 £	Total 2020 £
<i>Income</i>		
Pitch fee	2,995	29,684
Sports Club Fees	2,500	525
Ground fee	1,590	1,000
Dowry payment	(10,000)	10,000
STC grants	15,435	9,875
Fundraising	40	1,200
Sponsorship	-	1,810
Misc income	908	50
	<u>13,468</u>	<u>54,144</u>
<i>Maintenance and Utilities</i>		
Grounds maintenance	(17,194)	(18,942)
Utilities	(1,473)	(1,159)
Advertising	(382)	-
	<u>(19,049)</u>	<u>(20,101)</u>
<i>General Overheads</i>		
Insurance	(53)	(2,201)
Repairs and renewals	(6,925)	-
Misc expenditure	(2,062)	(1,257)
New equipment	(84)	(2,996)
Computer software and maintenance costs	(211)	-
Charitable donations	(1,200)	-
Motor repairs and renewals	(814)	-
Accountancy fees	(300)	(972)
Consultancy fees	-	(2,723)
Depreciation of plant and machinery	(1,936)	(2,582)
	<u>(13,585)</u>	<u>(12,731)</u>