

REGISTERED COMPANY NUMBER: 01613085 (England and Wales)
REGISTERED CHARITY NUMBER: 284907

REPORT OF THE TRUSTEES AND
AUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
THE MUDCHUTE ASSOCIATION
(A COMPANY LIMITED BY GUARANTEE)

Friend & Grant Ltd
(Statutory Auditors)
Bryant House
Bryant Road
Strood
Rochester
Kent
ME2 3EW

THE MUDCHUTE ASSOCIATION

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FOR THE YEAR ENDED 31 MARCH 2022**

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THE MUDCHUTE ASSOCIATION

CHAIR'S REPORT FOR THE YEAR ENDED 31 MARCH 2022

The Mudchute Park and Farm found the recovery from the pandemic a struggle, with numbers in the children's services low, with parents continuing to work from home, or even losing their jobs.

Staff continued to provide a first class service throughout and we believe numbers will return in line with the government's request that all employees return to their workplace as soon as practicable.

Innovative ways of raising much needed funds were supported by the board of trustees and this was rewarded with the increase in numbers of people using the facility.

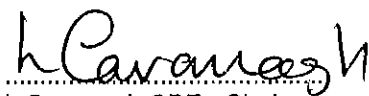
The charity underwent a huge transformation in the courtyard, this was supported by a huge water tank that is now housed by the entrance of the Mudchute, this allowed the continuation of water throughout the summer months which had caused the organisation to have to close during busy times because of lack of hygiene facilities. We were also able to undertake much needed repair work to core infrastructure thanks to a major donation received from the London Borough of Tower Hamlets (who have supported us throughout the COVID pandemic) in the form of works on the main pathways, toilets & water systems, community spaces and various electrical works, all of which ensure that our facilities remain in good condition and allow us to fully support visitor numbers throughout the year.

We continue to negotiate the 99 year lease with LBTH, this will secure the Mudchute Park and Farm for generations to come and continue to give pleasure to thousands of local residents and people in surrounding boroughs and beyond.

As chair, I cannot end this report without recognising the great achievements of the staff at Mudchute, in particular the director, Margaret Tracey, who was awarded the BEM this year for her services to the charity, this is a well deserved recognition for her continued passion for the charity and her tireless efforts with fundraising to make sure that the Mudchute remains the beautiful place it has always been.

I also cannot close without praise for all the staff that make up what is, the most beautiful place in East London, without their strong ethic for work, we may have struggled more during the months when other charities were forced to close.

So I end this report with a huge thank you to the management team, staff and volunteers and of course the board of trustees that make up, what is said to be "The Gem on the Isle of Dogs".



L Cavanagh OBE - Chairperson

Date: 23rd January 2023

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2022. The annual report serves the purposes of both Trustees Report and 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 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 to the UK and Republic of Ireland (FRS 102) (effective January 2019)

The report is prepared in accordance with the small company regime (Section 419(2) of the Companies Act 2006).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The purpose of the charitable company is to preserve the area known as The Mudchute, The Isle of Dogs, London, E14 for the benefit of the community, in the London Borough of Tower Hamlets and in particular The Isle of Dogs and the neighbourhood thereof in perpetuity.

Significant activities

Details of the significant activities of the charity can be found in the Achievement and Performance section of the Report of the Trustees.

Public benefit

The trustees have considered the Charity Commission guidance on public benefit and consider that the activities of the charity meet its charitable objects and provide a benefit to the public. We will continue to meet the requirements by ensuring that the nursery & after school continue to provide affordable childcare for local residents, and alongside other educational activities (including school visits, summer camp programmes etc.), give a unique opportunity in a central London location for children to experience and learn about the animals and their habitats.

Grantmaking

The charity has no grant making policy. No grants were made during the year.

Principal Risks and Uncertainties - Covid-19

As detailed within the Financial Review section, whilst Mudchute was able to gradually re-open during the financial year, Covid-19 remained a material driver of the overall loss for the year in that as government assistance to businesses tapered off, other economic activity was slower to pick up.

Hire & events fees remained low as there was continued public caution to hold social events even as governmental rules relaxed. Furthermore, whilst the nursery was able to re-open, the ongoing restrictions limited the occupancy levels and number of new children we were able to bring in.

However, by the end of the period, the impact of Covid-19 had greatly reduced, and income levels were approaching normal levels again. The trustees believe that Mudchute remains a going concern for the foreseeable future based on these income levels, even before the nursery refurbishment is taken into account.

Principal funding sources

Principal funding sources to the charity come from government grants, voluntary income and earned income. These funding sources support the charity's key objectives by enabling the continued provision of affordable childcare for local residents, and enable children in central London to experience & learn about animals & their habitats.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022**

ACHIEVEMENT AND PERFORMANCE

Director's Report

Mudchute has successfully emerged from the adverse effects of the Covid-19 Pandemic, continuing to serve the community as a unique multi-functional resource.

We have seen the numbers of visitors increase dramatically and believe this is because families are keen to experience the beauty and freedom of the natural world of Mudchute, having spent so much time behind closed doors during lockdown.

Economic circumstance is another major factor that encourages families to Mudchute, in a period where so many families are struggling financially, there is no charge levied for entrance to Mudchute.

In the previous year we had seen a major loss of income due to the lack of corporate volunteers and income from venue hire. This year we have seen a slow but steady return of the corporate volunteers who, in addition to providing much needed income, have also provided us with the necessary labour that has enabled us to carry out major refurbishments, site clearance and maintenance.

Whilst we recognise the added benefits that the corporate volunteers provide, we cannot take away the valuable assets of our regular individual volunteers who support Mudchute throughout the year. These take the form of; handy men, carrying out much needed repairs, open space volunteers, and supervisors of corporate volunteers, farm workers, additional staff during holiday activities and filling in wherever there is a need.

As well as offering heartfelt thanks to the many volunteers, I would like to take this opportunity to thank the Mudchute staff team and trustees who in difficult conditions, have continued to work tirelessly to provide valuable services for local families. We are indeed fortunate to have such a dedicated team looking after the unique resource that is Mudchute.

Nursery

It's been a difficult year once again for the nursery, coming out of Covid restrictions in 2021 left a negative impact on the services. With a drop in childcare uptake and the change in parents working conditions, we saw our numbers decline and we struggled to fill places. This was the general consensus for many childcare providers, with many early years' settings having to permanently close their doors due to financial reasons.

Our committed dedicated staff team worked tirelessly throughout the pandemic, constantly testing themselves, cleaning equipment and resources to ensure the environment was safe for children who attended. We were committed to providing a regular service, taking into account how important a resource the childcare facilities were for families using the service, and the overall negative financial impact it would have on Mudchute should we have had to close.

Parents worked in full cooperation with the setting, adhering to the stringent measures that were put in place during this period. Some of the restrictions that were implemented at the time have only recently been lifted. The nursery is now returning to previous everyday practices such as allowing parents back into the setting.

Going forward we have seen an increase in numbers in the setting with parents starting to register with us once again and we are confident that this will continue. This trend has encouraged us to consider further development and we have discussed the possibility of expanding the nursery to create an additional 24 places. This will generate much needed income for the Mudchute and we are looking to have the additional places ready in April 2023.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022**

I would like to take this opportunity to thank all the staff that work in the setting for their hard work, dedication and support during what has been a difficult period.

The Education Project

The education and farm teams continue to provide an educational, fun and affordable time at Mudchute.

The education project has recorded upwards of 15,000 school age children attendance's during the course of the last year. It has been as always very rewarding delivering this work. The wonderful working relationship with the farm staff team has been great in assisting the education team deliver the tours, workshops etc. The groups that attend regularly from George Greens School (twice a week), Phoenix School and Phoenix College undertake various tasks on the open space and farm.

This in itself is a challenge to the participants as most have additional needs with the students from Phoenix School and College having high level needs with most being non-verbal. Some of the work undertaken by them includes helping to maintain the wonderful environment of Mudchute which they do extremely well.

Our green fingered gardeners have experimented with growing a vast array of vegetables from potatoes and carrots to pak-choi and chillies, all of which have been harvested and made into tasty meals which have been enjoyed by all. Broadening the students tastes, as well as providing a hot meal for some of the more vulnerable attendees, and access to fresh home grown vegetable's, is important when access to these can be limited at home. The meals are eaten in our classroom at a table without any computer, television or phone screens which encourages the natural flow of conversation whilst eating a healthy meal.

Our children have made cakes, jams, chutneys and other preserves all with home grown produce.

All student's work towards a certificate of achievement for different tasks with these tasks giving them essential life skills that they take away with them.

The Park and Farm

The period under review has seen constant activity on the farm with staff and volunteers once again working to improve our facilities and enhance our fabulous setting.

Alongside all of our usual goings on such as attending agricultural shows, conservation grazing and providing animals and sometimes a farmer for film and T.V work, one of the most notable things on the department this year has been the export of a home bred Middlewhite boar to Japan as part of the Japanese government's programme of breeding British rare breed pigs, this again solidifying the importance of the conservation work that we undertake here at Mudchute.

With the continuation of new developments popping up all around us and the planner's preference for high rise living, we must remember that very few of these new households will have access to gardens of their own, and so our public open space will be the only setting in this part of the borough for any interactions with nature and animals combined. We expect our visitor numbers to continue increasing as families' battle with the cost of living crisis and are unable to afford the days out to expensive attractions as they strive to save money.

The Allotments

The ongoing discussions in respect of the lease have largely been resolved and we await the conclusion on one remaining point with London Borough of Tower Hamlets.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022**

FINANCIAL REVIEW

Reserves policy

The trustees deem it prudent to hold 3 months running costs in unrestricted funds not allocated against fixed assets. As of 31st March 2022 the unrestricted reserves of £186,721 is equal to approximately 2 months running costs and we will look to build this back up again during the next financial periods. These funds are held to ensure that in the event of a major incident preventing revenue generating activity, our running costs (excluding avoidable external costs) could continue to be met.

The balance on all restricted and unrestricted funds and explanation of why held can be found in note 20 to the financial statements.

Overview

The Statement of Financial Activities shows a surplus/(deficit) for the year of (£188,557) (2021: £33,252). Our reserves stand at £532,118 (2021: £720,675).

The deficit for the year was heavily impacted by Covid-19. During the main Covid-19 pandemic phase, the government's Coronavirus Jobs Retention Scheme greatly helped to mitigate the financial impact of prolonged closure, however as this started to wind down, other economic activity was slower to pick up. Hire & events fees remained low as there was continued public caution to hold social events even as governmental rules relaxed. Furthermore whilst the nursery was able to re-open, the ongoing restrictions limited the occupancy levels and number of new children we were able to bring in.

In respect of the stables, various options were explored by the trustees, especially in respect of its charitable and education activities and partnerships with other organisations were considered, but ultimately the difficult decision was taken to close down the equestrian centre in September 2021.

The deficit for the year is an extremely disappointing result, however with the one-off closure costs of the stables behind us, and the impacts of Covid-19 greatly subsiding by year-end, we will look to return to a surplus in 2023. As at year-end income was approaching normal levels again, and new projects such as the nursery refurbishment & expansion, will provide additional revenue streams going forward.

Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity 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.

The subsidiary undertaking, Mudchute Park and Farm Limited, is no longer operational and the individual subsidiary undertaking accounts have been prepared to cessation. The going concern basis is still appropriate for the charity.

Tax status

The charitable company is exempt from taxation on charitable activities.

FUTURE PLANS

Refurbishment and expansion work on the nursery facilities is well underway and will allow Mudchute to offer increased childcare places, as well as more efficient rotation between the rooms, both of which should increase its revenues.

With the closure of the equestrian centre alternative uses are being trialled, including renting units to local pop-up traders and hosting community events such as dog handling training.

We are also in the process of revamping our membership programme, including the rollout of a new corporate membership category.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Administration, Finance and Staffing

A combination of Margaret Tracey, Vicky Strong and finance officer Zemichael Abrha, supported by other team members has ensured the smooth running of the administration & finances of the association.

Warren Bunce has continued to play a much appreciated role as IT volunteer, giving us a significant saving each year. He has also assisted us with the rebuild of the website which is now managed in-house via an online platform.

Remuneration

The finance sub committee made up of the chairperson, treasurer, HR trustee, the director and finance officer, in addition to the overall finances of Mudchute, focuses on the establishment of good employer practices. The committee is responsible for the review of staff salaries each year as part of the annual budgetary process.

Trustees Indemnity

The charitable company has arranged qualifying Indemnity insurance for the trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

01613085 (England and Wales)

Registered Charity number

284907

Registered office

Gf21 Harlow Enterprise Hub
Edinburgh Way
Harlow
Essex
CM20 2NQ

Trustees

M D Humber
M R Phillips
M Barraclough
J H Abbott
R J Swindells
C Kirkwood
M Gray
T Webb (appointed 9.6.22)
T J Roper Mead (appointed 9.6.22)
S Chen (appointed 9.6.22)
L Cavanagh
K P McTasney (resigned 5.4.22)

Auditors

Frland & Grant Ltd
(Statutory Auditors)
Bryant House
Bryant Road
Strood
Rochester
Kent
ME2 3EW

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of The Mudchute Association for the purposes of company law) are responsible for preparing the Annual 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 which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

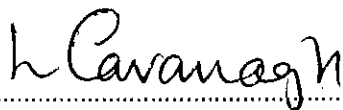
In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

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



.....
L Cavanagh - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE MUDCHUTE ASSOCIATION (REGISTERED NUMBER: 01613085)**

Opinion

We have audited the financial statements of The Mudchute Association (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 March 2022 which comprise the Consolidated Statement of Financial Activities, the group and parent charitable company Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE MUDCHUTE ASSOCIATION (REGISTERED NUMBER: 01613085)**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the parent charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Discussions with management and assessment of known or suspected instances of non-compliance with laws and regulations (including health and safety) and fraud; and
- Assessment of identified fraud risk factors; and
- Review of cash expenditure to confirm no evidence of personal benefit; and
- Challenging assumptions and judgements made by management in its significant accounting estimates; and
- Performing analytical procedures to identify any unusual or unexpected relationships, including related party transactions, that may indicate risks of material misstatement due to fraud; and
- Confirmation of related parties with management, and review of transactions throughout the period to identify any previously undisclosed transactions with related parties outside the normal course of business; and
- Reading minutes of meetings of those charged with governance; and
- Physical inspection of tangible assets susceptible to fraud or irregularity; and
- Review of significant and unusual transactions; and
- Identify and testing journal entries, in particular any manual entries made at the year end for financial statement preparation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE MUDCHUTE ASSOCIATION (REGISTERED NUMBER: 01613085)**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Anthony Friend BSc FCA (Senior Statutory Auditor)
for and on behalf of Friend & Grant Ltd
(Statutory Auditors)
Bryant House
Bryant Road
Strood
Rochester
Kent
ME2 3EW

Date:

THE MUDCHUTE ASSOCIATION

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	718,339	29,984	748,323	733,763
Charitable activities					
Operation of park and farm	5	834,571	-	834,571	609,341
Other trading activities	4	78,214	-	78,214	92,947
Other Income	6	-	-	-	42,092
Total		1,631,124	29,984	1,661,108	1,478,143
EXPENDITURE ON					
Raising funds	7	14,781	-	14,781	12,384
Charitable activities					
Operation of park and farm	8	1,693,407	41,831	1,735,238	1,254,745
Trading company		99,646	-	99,646	177,762
Total		1,807,834	41,831	1,849,665	1,444,891
NET INCOME/(EXPENDITURE)		(176,710)	(11,847)	(188,557)	33,252
Transfers between funds	20	46,730	(46,730)	-	-
Net movement in funds		(129,980)	(58,577)	(188,557)	33,252
RECONCILIATION OF FUNDS					
Total funds brought forward		316,701	403,974	720,675	687,423
TOTAL FUNDS CARRIED FORWARD		186,721	345,397	532,118	720,675

CONTINUING OPERATIONS

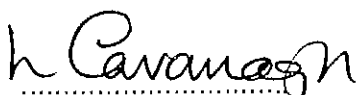
There were no unrecognised gains or losses other than the surplus/deficit for the year. The accompanying accounting policies and notes form an integral part of these financial statements.

CONSOLIDATED BALANCE SHEET
31 MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	14	129,443	335,413	464,856	496,673
CURRENT ASSETS					
Stocks	16	1,141	-	1,141	1,211
Debtors	17	38,441	-	38,441	37,818
Prepayments and accrued income		8,259	-	8,259	30,402
Cash at bank and in hand		147,645	9,984	157,629	271,768
		195,486	9,984	205,470	341,199
CREDITORS					
Amounts falling due within one year	18	(91,496)	-	(91,496)	(61,028)
NET CURRENT ASSETS		103,990	9,984	113,974	280,171
TOTAL ASSETS LESS CURRENT LIABILITIES		233,433	345,397	578,830	776,844
ACCRUALS AND DEFERRED INCOME	19	(46,712)	-	(46,712)	(56,169)
NET ASSETS		186,721	345,397	532,118	720,675
FUNDS	20				
Unrestricted funds				186,721	316,701
Restricted funds				345,397	403,974
TOTAL FUNDS				532,118	720,675

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

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



L Cavanagh - Trustee



M D Humber - Trustee

CHARITY BALANCE SHEET
31 MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	14	129,443	335,413	464,856	494,501
Investments	15	-	-	-	2
		<u>129,443</u>	<u>335,413</u>	<u>464,856</u>	<u>494,503</u>
CURRENT ASSETS					
Stock	16	1,141	-	1,141	814
Debtors	17	38,441	-	38,441	37,530
Prepayments and accrued income		4,359	-	4,359	30,402
Cash at bank and in hand		<u>147,645</u>	<u>9,984</u>	<u>157,629</u>	<u>271,717</u>
		<u>191,586</u>	<u>9,984</u>	<u>201,570</u>	<u>340,463</u>
CREDITORS					
Amounts falling due within one year	18	(82,463)	-	(82,463)	(51,339)
NET CURRENT ASSETS		<u>109,123</u>	<u>9,984</u>	<u>119,107</u>	<u>289,124</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>238,566</u>	<u>345,397</u>	<u>583,963</u>	<u>783,627</u>
ACCRUALS AND DEFERRED INCOME	19	(45,044)	-	(45,044)	(53,775)
NET ASSETS		<u>193,522</u>	<u>345,397</u>	<u>538,919</u>	<u>729,852</u>
FUNDS	20				
Unrestricted funds				193,522	325,878
Restricted funds				<u>345,397</u>	<u>403,974</u>
TOTAL FUNDS				<u>538,919</u>	<u>729,852</u>

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

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



L Cavanagh - Trustee

THE MUDCHUTE ASSOCIATION

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	(106,897)	81,995
Interest paid		<u>(2,691)</u>	<u>(2,156)</u>
Net cash (used in)/provided by operating activities		<u>(109,588)</u>	<u>79,839</u>
 Cash flows from Investing activities			
Purchase of tangible fixed assets		<u>(7,878)</u>	<u>(27,000)</u>
Net cash provided by/(used in) investing activities		<u>(7,878)</u>	<u>(27,000)</u>
		<hr/>	<hr/>
Change in cash and cash equivalents in the reporting period		(117,466)	52,839
Cash and cash equivalents at the beginning of the reporting period		<u>270,747</u>	<u>217,908</u>
 Cash and cash equivalents at the end of the reporting period		<u>153,281</u>	<u>270,747</u>

The notes form part of these financial statements

THE MUDCHUTE ASSOCIATION

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2022**

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(188,557)	33,252
Adjustments for:		
Depreciation charges	39,695	43,542
Interest paid	2,691	2,156
Stock movement	70	1,025
Decrease/(increase) in debtors	21,520	10,419
(Decrease)/increase in creditors	<u>17,684</u>	<u>(8,399)</u>
Net cash (used in)/provided by operations	<u>(106,897)</u>	<u>81,995</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/21 £	Cash flow £	At 31/3/22 £
Net cash			
Cash at bank and in hand	<u>270,747</u>	<u>(117,466)</u>	<u>153,281</u>
	<u>270,747</u>	<u>(117,466)</u>	<u>153,281</u>
Total	<u>270,747</u>	<u>(117,466)</u>	<u>153,281</u>

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

1. STATUTORY INFORMATION

The Mudchute Association is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

The company is registered in England and Wales, Registered Number 01613085 and its registered office is Unit Gf 21 Harlow Enterprise Hub, Edinburgh Way, Harlow, Essex, CM20 2NQ

The presentation currency of the financial statements is the Pound Sterling (£). Figures are rounded to the nearest pound.

2. ACCOUNTING POLICIES

Basis of preparation

The financial statements of the charitable company, 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)', the Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Going concern

No material uncertainties that may cast doubt about the ability of the charity to continue as a going concern have been identified by the trustees.

Basis of consolidation

The group financial statements consolidated the financial statements of the charitable company and its subsidiary undertaking, Mudchute Park and Farm Limited, on a line-by-line basis. A separate Statement of Financial Activities for the charity itself is not presented because the charity has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

Recognition of Income

Income is included in the Statement of Financial Activities when the charity becomes entitled to the resource, it is more likely than not that the trustees will receive the resources; and the monetary value can be measured with sufficient reliability.

In addition, income from the sale of goods is recognised when the company has transferred the significant risks and rewards of ownership to the buyer and the company retains neither continuing managerial involvement to the degree usually associated with the ownership nor effective control over the goods sold.

For the rendering of services the percentage of completion method is used to calculate the income recognised at the period end unless services are performed by an indeterminate number of acts over a specified period of time, in which circumstance income is recognised on a straight-line basis over the specified period.

Income is recognised at fair value, derived from ordinary activities and net of sales taxes and any trade discounts.

Government grants

The charity has received government grants during the year.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, are recognised using the performance model. Grants are therefore recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. Grants received before the revenue recognition criteria are satisfied are recognised as a liability.

2. ACCOUNTING POLICIES - continued

Donations

Donations are included in the Statement of Financial Activities when the general income recognition criteria are met

Volunteers' contribution

The contribution from volunteers has not been included in the Statement of Financial Activities as the value of their contribution cannot be reliably quantified in financial terms.

Gift Aid

Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

Expenditure and liabilities

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.

Allocation and apportionment of costs

All support costs are allocated directly to the Charitable Activities which they support. Whilst a minimal amount of support costs could be allocated to governance costs, it is not considered appropriate for such an allocation to be made due to the cost involved in doing so and since there would be no impact on the true and fair view of the accounts produced.

Tangible fixed assets

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

Short leasehold	- 6% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 15% on reducing balance

Fixed assets costing less than £1,000 are not capitalised but are treated as expensed in the year of purchase.

Tangible fixed assets are stated at cost less accumulated depreciation. Cost includes costs directly attributable to making the asset capable of operating as intended.

Regular impairment reviews are carried out to ensure that fixed assets are recorded in the financial statements at no more than their recoverable amount. Any resulting impairment loss is measured and recognised on a consistent basis.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds are funds which are expended at the discretion of the trustees in furtherance of the objects of the charity.

Restricted funds are funds subject to specific trusts, which may only be expended in accordance with the conditions imposed by the donors.

Pension costs and other post-retirement benefits

The charity operates defined benefit contribution schemes covering the majority of its permanent employees. The assets of the schemes are held separately from those of the charity in independently administered funds. The pension cost charge represents contributions payable by the charity to the funds.

Financial Instruments

Basic financial assets/liabilities including trade and other receivables/payables and cash and bank balances, are initially recognised at transaction price unless the arrangement constitutes a financing transaction (loan over period of time) where the transaction is measured at present value of the future receipts discounted at a market rate of interest. Such assets/liabilities are subsequently carried at amortised cost using the effective interest method.

Fixed asset investments

Investments in subsidiary undertakings are recognised at cost less impairment.

Key judgements

In preparing these financial statements, the trustees have made the following judgements:

Determine whether there are indicators of impairment of the company's tangible assets. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset.

Determine whether leases entered into by the company either as a lessor or a lessee are operating or finance leases. These decisions depend on an assessment of whether the risk and rewards of ownership have been transferred from the lessor to the lessee on a lease by lease basis.

Other key sources of estimation uncertainty

Tangible fixed assets, other than investment properties, are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.

Employee Benefits

All employee benefit costs to which employees have become entitled as a result of service rendered to the entity during the reporting period are recognised as an expense, unless the financial reporting standard requires the cost to be recognised as part of the cost of an asset, or as a liability, after deducting amounts that have been paid either directly to the employees or as a contribution to an employee benefit fund. If the amount paid exceeds the obligation arising from service before the reporting date, the excess is recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

Hire purchase and leasing commitments

Assets held under finance lease and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of the leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account

THE MUDCHUTE ASSOCIATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments - continued
over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight line basis over the lease term.

3. DONATIONS AND LEGACIES

	2022	2021
	£	£
Voluntary income	495,861	76,173
Gift aid	5,620	-
Grants	246,842	657,590
	<u>748,323</u>	<u>733,763</u>

4. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Rents received	47,979	44,512
Hire of facilities	17,303	12,850
Sale of christmas trees	8,511	9,505
Subsidiary trading income	4,421	26,080
	<u>78,214</u>	<u>92,947</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2022	2021
		£	£
Incoming resources from charitable activities	Operation of park and farm	834,571	609,341

6. OTHER INCOME

	2022	2021
	£	£
Insurance claims	-	42,092
	<u>-</u>	<u>42,092</u>

7. RAISING FUNDS

Other trading activities

	2022	2021
	£	£
Rental expenditure	8,799	6,056
Purchase of christmas trees	5,982	6,328
	<u>14,781</u>	<u>12,384</u>

THE MUDCHUTE ASSOCIATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

8. CHARITABLE ACTIVITIES COSTS

	2022 £	2021 £
Operation of park and farm		
Staff costs	1,027,525	1,029,789
Hire of plant and machinery	5,251	2,878
Rates and water	5,953	13,069
Insurance	17,687	17,556
Light and heat	15,605	21,032
Telephone	2,027	1,588
Postage and stationery	6,097	4,788
Play activities	10,573	1,267
Training	2,497	1,267
Repairs and renewals	424,561	7,333
Motor expenses	4,674	2,560
Travelling	486	112
Refreshments and entertainment	2,231	435
Purchases	79,958	57,634
Subscriptions	8,587	6,334
Cleaning	41,787	28,456
Catering	24,466	8,366
Depreciation	39,695	42,818
Bank interest	1,778	1,103
Auditor's remuneration	7,100	3,260
Auditor's remuneration for non-audit services	6,700	3,100
	<u>1,735,238</u>	<u>1,254,745</u>

	2022 £	2021 £
Trading company		
Staff costs	70,580	128,100
Rates and water	469	2,625
Insurance	3,716	7,067
Light and heat	1,850	3,787
Telephone	38	161
Postage and stationery	-	19
Repairs and renewals	125	244
Motor expenses	-	10
Purchases	17,348	26,510
Subscriptions	1,097	1,506
Cleaning	1,842	3,562
Depreciation	-	724
Bank interest	913	1,053
Auditor's remuneration for non-audit services	1,668	2,394
	<u>99,646</u>	<u>177,762</u>

THE MUDCHTUE ASSOCIATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

9. SUPPORT COSTS

	Governance costs
	£
Charitable activities	<u>15,468</u>

Activity	Basis of allocation
Governance costs	All support costs are allocated to charitable activities.

Support costs, Included in the above, are as follows:

Governance costs	2022	2021
	£	£
Auditor's remuneration	7,100	3,260
Auditor's remuneration for non-audit work	<u>8,368</u>	<u>5,494</u>
	<u>15,468</u>	<u>8,754</u>

10. NET INCOME/(EXPENDITURE)

Net resources are stated after charging/(crediting):

	2022	2021
	£	£
Depreciation - owned assets	39,695	43,542
Hire of plant and machinery	<u>5,251</u>	<u>2,878</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

During the year ended 31 March 2022 trustees made total donations to the charity of £200 (2021: £200).

THE MUDCHUTE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

12. STAFF COSTS

	2022 £	2021 £
Wages and salaries	1,011,176	1,065,789
Social security costs	70,372	74,609
Pension costs	16,557	17,491
	<u>1,098,105</u>	<u>1,157,889</u>

The average monthly number of employees in the year was:

	2022	2021
Charitable activities	57	38
Office	4	6
Trading company	3	6
	<u>64</u>	<u>50</u>

There were no employees who received emoluments (excluding pension contributions) in excess of £60,000 for the year ended 31 March 2022 nor the year ended 31 March 2021.

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	570,482	163,281	733,763
Charitable activities			
Operation of park and farm	609,341	-	609,341
Other trading activities	92,947	-	92,947
Other income	42,092	-	42,092
Total	1,314,862	163,281	1,478,143
EXPENDITURE ON			
Raising funds	12,384	-	12,384
Operation of park and farm	1,064,640	190,105	1,254,745
Trading company	177,762	-	177,762
Total	1,254,786	190,105	1,444,891

THE MUDCHUTE ASSOCIATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
NET INCOME	60,076	(26,824)	33,252
RECONCILIATION OF FUNDS			
Total funds brought forward	256,625	430,798	687,423
TOTAL FUNDS CARRIED FORWARD	<u>316,701</u>	<u>403,974</u>	<u>720,675</u>

14. GROUP TANGIBLE FIXED ASSETS

	Short leasehold £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2021	1,088,485	181,733	60,279	10,621	1,341,118
Additions	<u>2,000</u>	<u>5,878</u>	<u>-</u>	<u>-</u>	<u>7,878</u>
At 31 March 2022	<u>1,090,485</u>	<u>187,611</u>	<u>60,279</u>	<u>10,621</u>	<u>1,348,996</u>
DEPRECIATION					
At 1 April 2021	636,987	146,181	53,431	7,846	844,445
Charge for year	<u>27,209</u>	<u>10,356</u>	<u>1,713</u>	<u>417</u>	<u>39,695</u>
At 31 March 2022	<u>664,196</u>	<u>156,537</u>	<u>55,144</u>	<u>8,263</u>	<u>884,140</u>
NET BOOK VALUE					
At 31 March 2022	<u>426,289</u>	<u>31,074</u>	<u>5,135</u>	<u>2,358</u>	<u>464,856</u>
At 31 March 2021	<u>451,498</u>	<u>35,552</u>	<u>6,848</u>	<u>2,775</u>	<u>496,673</u>

The historical cost of the original leasehold land and buildings acquired on 14 June 1994 is £Nil and was valued by the directors at £650,000 on acquisition. The company has adopted the transitional arrangements available on the Introduction of FRS 15 - Tangible Fixed assets, and will retain these leasehold land and buildings at cost being equivalent to their net book value at 31 March 2000 (£538,766). By taking advantage of the transitional arrangements, the directors will not be required to carry out periodic valuation of these land and building assets.

THE MUDCHUTE ASSOCIATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

14. CHARITY TANGIBLE FIXED ASSETS

	Short leasehold £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2021	1,088,485	146,778	60,279	8,782	1,304,324
Additions	<u>2,000</u>	<u>7,411</u>	<u>-</u>	<u>639</u>	<u>10,050</u>
At 31 March 2022	<u>1,090,485</u>	<u>154,189</u>	<u>60,279</u>	<u>9,421</u>	<u>1,314,374</u>
DEPRECIATION					
At 1 April 2021	636,987	112,759	53,431	6,646	809,823
Charge for year	<u>27,209</u>	<u>10,356</u>	<u>1,713</u>	<u>417</u>	<u>39,695</u>
At 31 March 2022	<u>664,196</u>	<u>123,115</u>	<u>55,144</u>	<u>7,063</u>	<u>849,518</u>
NET BOOK VALUE					
At 31 March 2022	<u>426,289</u>	<u>31,074</u>	<u>5,135</u>	<u>2,358</u>	<u>464,856</u>
At 31 March 2021	<u>451,498</u>	<u>34,019</u>	<u>6,848</u>	<u>2,136</u>	<u>494,501</u>

15. CHARITY FIXED ASSET INVESTMENTS

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Mudchute Park and Farm Limited

Registered office: Unit Gf 21 Harlow Enterprise Hub, Edinburgh Way, Harlow, Essex, CM20 2NQ

Nature of business: Operation of riding stables

Company number: 02713933

Class of share:	% holding
Ordinary	100

The investment in the subsidiary, Mudchute Park and Farm Limited represents 100% of the company's share capital. A summary of the trading results are shown below. There are no investments that fall outside of the group.

THE MUDCHUTE ASSOCIATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

15. CHARITY FIXED ASSET INVESTMENTS - continued

	Shares in group undertakings
COST	
At 1 April 2021	2
Additions	-
Disposals	-
Impairments	(2)
	<u>-</u>
At 31 March 2022	-
NET BOOK VALUE	
At 31 March 2022	<u>-</u>
At 31 March 2021	<u>2</u>
Profit & loss account	2022
	£
Income	102,020
Expenditure	<u>(99,646)</u>
Net profit	<u>2,374</u>
Balance sheet	2022
	£
Current assets	3,900
Current liabilities	<u>(10,701)</u>
Net assets	<u>(6,801)</u>

The subsidiary undertaking, Mudchute Park and Farm Limited, is no longer operational and the individual subsidiary undertaking accounts have been prepared to cessation.

16. STOCKS

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Stocks	<u>1,141</u>	<u>1,211</u>	<u>1,141</u>	<u>814</u>

THE MUDCHUTE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Trade debtors	37,612	36,793	37,612	36,505
Other debtors	829	1,025	829	1,025
	<u>38,441</u>	<u>37,818</u>	<u>38,441</u>	<u>37,530</u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Trade creditors	44,370	21,163	41,484	18,241
Social security and other taxes	18,652	19,693	18,221	17,708
Other creditors	24,126	19,151	22,758	15,390
Bank loans and overdrafts	4,348	1,021	-	-
	<u>91,496</u>	<u>61,028</u>	<u>82,463</u>	<u>51,339</u>

19. ACCRUALS AND DEFERRED INCOME

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Accruals and deferred income	<u>46,712</u>	<u>56,169</u>	<u>45,044</u>	<u>53,775</u>

Deferred Income of £31,244 (2021: £47,415) is included within the above figures. This relates to grants received, income for the hire of facilities, rents received and incoming resources from charitable activities, that relate to future years.

20. MOVEMENT IN FUNDS

	At 1/4/21	Net movement in funds	Transfers between funds	At 31/3/22
	£	£	£	£
Unrestricted funds				
General fund	315,741	(176,710)	47,690	186,721
Fairy Garden Project Fund	960	-	(960)	-
	<u>316,701</u>	<u>(176,710)</u>	<u>46,730</u>	<u>186,721</u>
Restricted funds				
Building Fund	287,067	(17,224)	-	269,843
Minibus Fund	2,086	(522)	-	1,564
Nature Trail Fund	28,008	(1,173)	(8,450)	18,385
Treehouse Project Fund	10,862	(652)	-	10,210
Arena Refurbishment Project Fund	75,951	(2,260)	(38,280)	35,411
East End Community Foundation Fund	-	9,984	-	9,984
	<u>403,974</u>	<u>(11,847)</u>	<u>(46,730)</u>	<u>345,397</u>
TOTAL FUNDS	<u>720,675</u>	<u>(188,557)</u>	<u>-</u>	<u>532,118</u>

THE MUDCHUTE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

20. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General Fund	1,631,124	(1,807,834)	(176,710)
Restricted funds			
Building fund	-	(17,224)	(17,224)
Minibus fund	-	(522)	(522)
Nature Tree Fund	-	(1,173)	(1,173)
Treehouse Project Fund	-	(652)	(652)
Arena Refurbishment Project Fund	-	(2,260)	(2,260)
East End Community Foundation Fund	9,984	-	9,984
London Borough Of Tower Hamlets Fund	20,000	(20,000)	-
	<u>29,984</u>	<u>(41,831)</u>	<u>(11,847)</u>
TOTAL FUNDS	<u>1,661,108</u>	<u>(1,849,665)</u>	<u>(188,557)</u>

Comparatives for movement in funds

	At 1/4/20 £	Net movement in funds £	At 31/3/21 £
Unrestricted funds			
General fund	255,665	60,076	315,741
Fairy Garden Project Fund	960	-	960
	256,625	60,076	316,701
Restricted funds			
Building Fund	308,849	(21,782)	287,067
Minibus Fund	2,782	(696)	2,086
Nature Trail Fund	29,256	(1,248)	28,008
Treehouse Project Fund	11,555	(693)	10,862
Arena Refurbishment Project Fund	78,356	(2,405)	75,951
	<u>430,798</u>	<u>(26,824)</u>	<u>403,974</u>
TOTAL FUNDS	<u>687,423</u>	<u>33,252</u>	<u>720,675</u>

THE MUDCHUTE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

20. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,314,862	(1,254,786)	60,076
Restricted funds			
Building Fund	-	(21,782)	(21,782)
Minibus Fund	-	(696)	(696)
Restricted Grants Fund	154,281	(154,281)	-
Nature Trail Fund	-	(1,248)	(1,248)
Apprenticeship Scheme Fund	9,000	(9,000)	-
Treehouse Project Fund	-	(693)	(693)
Arena Refurbishment Project Fund	-	(2,405)	(2,405)
	<u>163,281</u>	<u>(190,105)</u>	<u>(26,824)</u>
TOTAL FUNDS	<u>1,478,143</u>	<u>(1,444,891)</u>	<u>33,252</u>

Unrestricted funds

The General fund includes income from grants, fundraising and farming activities. Also included within the general fund, is income from the charity's other trading activities, which consist of rents received, hire of facilities and the sale of Christmas trees.

The Fairy garden project fund is no longer required, and has therefore been transferred to the general fund during the year.

Restricted funds

The Building fund represents the net book value of the restricted portion of buildings on the site.

The Minibus fund represents the net book value of a minibus purchased with restricted monies.

The Nature trail fund represents monies given to improve pathways and accessibility to the farm site.

The Treehouse project fund represents monies given to enable the building of a tree house which is part of the children's services provision.

The Arena refurbishment project fund represents monies given to rebuild the riding arena.

The East end community foundation fund represents monies given to be used towards the introduction of a cyclical maintenance system to improve the environment.

The London borough of Tower Hamlets fund represents monies given to run activities to support young people and promote a healthy lifestyle.

The transfers between the Nature trail fund and Arena refurbishment project fund, to the general fund, is to reflect restricted monies already spent which were incorrectly included in the restricted fund balances brought forward from earlier years.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

21. EMPLOYEE BENEFIT OBLIGATIONS

The group operates a defined contribution scheme. The pension costs charge consists of contributions payable to the funds of £16,557 (2021: £17,491). Contributions of £3,143 (2021: £3,491) were outstanding at the end of the period.

22. OTHER FINANCIAL COMMITMENTS

The following operating lease payments are committed to be paid:

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Within one year	830	1,107	830	1,107
Between one and five years	-	830	-	830
In more than five years	-	-	-	-
	<u>830</u>	<u>1,937</u>	<u>830</u>	<u>1,937</u>

23. RELATED PARTY DISCLOSURES

During the year under review, total salary payments £33,644 (2021: £24,013) were made to one adult child, two adult grandchildren and the daughter in law of the general manager, who were employed by the charity. These transactions were in the normal course of the charity's operations.

Also during the year under review, total rental income of £6,859 (2021: £6,859) was received from one of the employees of the charity, for a flat based within the leasehold of the charity. The rental income was in line with the market rate.

As also noted in note 25, total salary payments of £110,233 (2021: £110,249) were made to key management personnel during the year. These transactions were in the normal course of the charity's operations.

The charitable company received donations without conditions of £220 (2021: £220) from related parties and trustees, of which £220 (2021: £220) relates to trustee donations as detailed in note 11 of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**24. FINANCIAL INSTRUMENTS**

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Financial assets				
Financial assets that are debt instruments measured at amortised cost	<u>204,228</u>	<u>339,122</u>	<u>200,328</u>	<u>338,783</u>
	<u>204,228</u>	<u>339,122</u>	<u>200,328</u>	<u>338,783</u>
Financial liabilities				
Financial liabilities measured at amortised cost	<u>106,964</u>	<u>69,782</u>	<u>96,263</u>	<u>57,699</u>
	<u>106,964</u>	<u>69,782</u>	<u>96,263</u>	<u>57,699</u>

Financial assets measured at amortised cost comprise trade debtors, other debtors, and cash and cash equivalents.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors, social securities, and cash and cash equivalents.

25. KEY MANAGEMENT PERSONNEL

Key management includes the trustees and members of senior management. The compensation paid or payable to key management for employee services is shown below:

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Salaries and other short-term benefits	<u>110,233</u>	<u>110,249</u>	<u>110,233</u>	<u>110,249</u>

26. GOVERNMENT GRANTS

Government grants received were as follows:

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Furlough and SSP	<u>106,658</u>	<u>425,980</u>	<u>88,980</u>	<u>399,839</u>
	<u>106,658</u>	<u>425,980</u>	<u>88,980</u>	<u>399,839</u>

THE MUDCHUTE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

27. LESSOR COMMITMENTS

At the year end the charity have leased assets, in regards to rental of part of the short leasehold building, which is capitalised within the balance sheet, as well as the rental of telephone masts included within the land of the short leasehold property. The amounts committed to be received during the rented term are listed below:-

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Within one year	52,086	31,086	52,086	31,086
Between one and five years	25,733	26,526	25,733	26,526
In more than five years	-	-	-	-
	<u>77,819</u>	<u>57,612</u>	<u>77,819</u>	<u>57,612</u>

THE MUDCHUTE ASSOCIATION

**CONSOLIDATED DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2022**

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Voluntary income	495,861	76,173
Gift aid	5,620	-
Grants	<u>246,842</u>	<u>657,590</u>
	748,323	733,763
Other trading activities		
Rents received	47,979	44,512
Hire of facilities	17,303	12,820
Sale of christmas trees	8,511	9,505
Subsidiary trading income	<u>4,421</u>	<u>26,080</u>
	78,214	92,947
Charitable activities		
Incoming resources from charitable activities	834,571	609,341
Other income		
Insurance claims	<u>-</u>	<u>42,092</u>
Total incoming resources	1,661,108	1,478,143
EXPENDITURE		
Other trading activities		
Rental expenditure	8,799	6,056
Purchase of christmas trees	<u>5,982</u>	<u>6,328</u>
	14,781	12,384
Charitable activities		
Wages	1,011,176	1,065,789
Social security	70,372	74,609
Pensions	16,557	17,491
Hire of plant and machinery	5,251	2,878
Rates and water	6,422	15,694
Insurance	21,403	24,623
Light and heat	17,455	24,819
Telephone	2,065	1,749
Postage and stationery	6,097	4,807
Play activities	10,573	1,267
Training	2,497	1,267
Repairs and renewals	424,686	7,577
Motor expenses	4,674	2,570
Travelling	486	112
Refreshments and entertainment	2,231	435
Carried forward	<u>1,601,945</u>	<u>1,245,687</u>

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THE MUDCHUTE ASSOCIATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2022**

	2022 £	2021 £
Charitable activities		
Brought forward	1,601,945	1,245,687
Purchases	97,306	84,144
Subscriptions	9,684	7,840
Cleaning	43,629	32,018
Catering	24,466	8,366
Short leasehold depreciation	27,209	28,819
Fixtures & fittings depreciation	10,356	11,850
Motor vehicles depreciation	1,713	2,283
Computer equipment depreciation	417	590
Bank interest	<u>2,691</u>	<u>2,156</u>
	1,819,416	1,423,753
Support costs		
Governance costs		
Auditors' remuneration	7,100	3,260
Auditors' remuneration for non audit work	<u>8,368</u>	<u>5,494</u>
	15,468	8,754
Total resources expended	<u>1,849,665</u>	<u>1,444,891</u>
Net (expenditure)/Income	<u>(188,557)</u>	<u>33,252</u>

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