

**Charity number: 285974**

**THE BARNET RECREATIONAL TRUST**

**FINANCIAL STATEMENTS**

**YEAR ENDED 5 APRIL 2023**

**LUBBOCK FINE LLP  
Chartered Accountants  
Paternoster House  
65 St Paul's Churchyard  
London EC4M 8AB**

# **BARNET RECREATIONAL TRUST**

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## BARNET RECREATIONAL TRUST

### REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 5 APRIL 2023

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<b>Trustees</b>	Adam G D Doran Robert R Howell, Chairman Charles M Bennett-Baggs Peter C Moulton William O Boyes Martin G Pyrke
<b>Charity registered number</b>	285974
<b>Principal office</b>	5 Pine Grove Brookmans Park Hatfield Hertfordshire AL9 7BP
<b>Independent auditors</b>	Lubbock Fine LLP Chartered Accountants & Statutory Auditors Paternoster House 65 St Paul's Churchyard London EC4M 8AB
<b>Bankers</b>	Barclays Bank Leicester LE87 2BB
<b>Investment Managers</b>	City Asset Management 7 Bishopsgate London EC2N 3AR
<b>Solicitors</b>	Howard Kennedy No 1 London Bridge London SE1 9BG

# **BARNET RECREATIONAL TRUST**

## **TRUSTEES' REPORT**

### **FOR THE YEAR ENDED 5 APRIL 2023**

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The Trustees present their report and the accounts of the Barnet Recreational Trust (the charity) for the year ended 5th April 2023. The Trustees confirm that the Annual Report and the financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

The charity is registered with the Charity Commissioners under the registration number 285974. It is governed under the terms of the Charitable Trust Deed dated 11th November 1982 and amended 30th April 2020.

### **TRUSTEES**

The following Trustees served the charity during the year:

Adam G D Doran  
Robert R Howell  
Charles M Bennett-Baggs  
Peter C Moulton  
William O Boyes  
Martin G Pyrke

### **APPOINTING NEW TRUSTEES**

The appointment of Trustees is regulated by the Charitable Trust deed. The power of appointment of new trustees lies with the members and existing Board of Trustees. New trustees are recruited based on their attributes and the requirements of the Charity, and are familiarised with the work that the Charity undertakes through meetings and discussions with the Board of Trustees and other employees of the Charity.

New and additional Trustees may be appointed by the existing Trustees for the time being with the maximum number being eight. No external body is entitled to appoint Trustees.

The training of Trustees is determined by the governance needs of the Trust to meet its charitable objectives. On initial appointment, new Trustees are given access to the governing document, financial information, meeting materials and essential trustee guidance from the Charity Commission.

### **MANAGEMENT OF RISK**

The Trustees are committed to a regular review of the major strategic, business and operational risks which the Charity faces with a view to ensuring that appropriate systems and procedures are in place to minimise these risks.

The majority of funds held by the charity are managed by our Investment Managers. They are authorised and regulated by the Financial Conduct Authority. The Trustees regularly meet with the Investment Managers to discuss performance and risk profile.

The Trustees set out the general investment policy of the Trust. The Investment Manager has delegated power to buy and sell investments for the Trust in accordance with the Trust's investment policy. The appointment is reviewed regularly and the Investment Manager reports to the Trustees at their meetings.

The funds held with the Barclays Bank account are held for distribution to local charities and local sports clubs, including Community Amateur Sports Clubs (CASCs).

The Trustees consider there are minimal risks to the misappropriation of funds under present arrangements.

## **BARNET RECREATIONAL TRUST**

### **TRUSTEES' REPORT (CONTINUED)**

**FOR THE YEAR ENDED 5 APRIL 2023**

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#### **OBJECTIVES AND ACTIVITIES**

The principal activity of the charity is to provide funds to enhance the recreational facilities with the object of improving the condition of life of those living in the London Borough of Barnet and the immediate vicinity, and for general charitable purposes.

In setting the objectives and planning the activity of the Charity, the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

#### **GRANT MAKING POLICY**

Grant making is the main way in which the Trust meets its objectives. Grants are made at the discretion of the Trustees in order to promote the objects of the charity.

#### **DECISION MAKING**

The trustees maintain regular contact, mainly through video linked meetings or email. The day-to-day executive decisions are made by Robert Howell & Charles Bennett-Baggs with reference to the trustees where the materiality of the decision demands such authority.

The payment of funds is controlled by both the above, who share access to the main bank accounts, subject to authorisation of grants from all trustees.

Investment decisions reside with the investment managers based on the policies laid down by the Trustees.

The Names of Trustees holding property on behalf of the charity are as follows:

Robert Richard Howell  
Charles Martin Bennett-Baggs

#### **PUBLIC BENEFIT**

The Barnet Recreational Trust refers to the Charity Commission's general guidance on public benefit when reviewing the organisation's aims and objectives and in the planning of future activities.

#### **FUNDRAISING**

The charity does not carry out significant fundraising activities.

#### **RELATED PARTIES AND EMPLOYEES**

The charity does not have any employees.

#### **RELATIONSHIP WITH BARNET ELIZABETH FOOTBALL RUGBY CLUB**

There is no direct relationship between the Trust and Barnet Elizabethans Rugby Football Club, although four of the six trustees are members of the club. In addition the lead trustee is also a director of the club. The benefactor from whom most funds held by the Trust was a former member (now deceased) and specifically requested that the significant portion of the bequeathed funds be used to enhance the playing and clubhouse facilities to be enjoyed by the youth residing in the London Borough of Barnet & for the benefit of the local community.

## **BARNET RECREATIONAL TRUST**

### **TRUSTEES' REPORT (CONTINUED)**

**FOR THE YEAR ENDED 5 APRIL 2023**

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#### **INVESTMENTS - SOCIAL, ENVIRONMENTAL AND ETHICAL CONSIDERATIONS**

Our investment managers recognise the importance of social, environmental and ethical considerations for their client portfolios, and indeed have offered sustainable investment service for approximately 2½ years.

Since the enlargement of the portfolio through the addition of assets bequeathed to the Trust and the requirement to construct a liability matching strategy, almost 93% of the portfolio is invested in UK Government Gilts, Treasury Bills or Supranational institutions such as the World Bank.

Of the remaining holdings a number have been approved for sustainable service and are part of the research process assessing their ongoing suitability. Funds are scored by our investment managers on a range of criteria where a score of 1 or 2 would not be approved for the service, 3 would be permitted, but 4 is the score they are ideally seeking. ESG is a standard part of the due diligence into any fund holdings to be invested on behalf of their clients.

Approximately 2.5% of the portfolio would not meet our sustainable service target scores, however that is not to say that the funds themselves have not embraced ESG considerations and are considered as appropriate holdings for client portfolios.

#### **DIFFERENCE MADE TO BENEFICIARIES**

The major beneficiary of the Trust's grant relates to the Barnet Elizabethans Rugby Football Club. The intention is to improve the facilities offered by the club to the local community with children and youths together with their families enjoying recreation in the form of playing and watching sporting activities, including rugby football together with the social environment provided by the club.

In adulthood those same players & parents migrate to the senior club to enjoy the facilities and social environment that in many cases extend well beyond their playing days.

The Trust also supports several local charities, with an emphasis on cancer care in various forms as well as sports clubs and assisting disabled activities, including horse riding.

The over riding emphasis is on improving the facilities to enable a large group within the community to enjoy leisure activities and inter personal social relations with each other.

#### **ACHIEVEMENTS AND PERFORMANCE**

During the course of the financial year covered by these accounts, the charity encouraged local residents to make considerable donations to the charity.

In the financial year covered by these accounts £296,851 (2022 - £65,800) of the available funds were distributed to local sports clubs and sporting charities. This also includes donations made to a local branch of the Riding for the Disabled and a number of cancer care and relief charities.

The Trustees are aware that any grants made must reflect the objectives of the charity and to be for the benefit of the local community. The Trustees are confident they have achieved these requirements during the financial year.

#### **RESULTS**

Details of grants made and the results for the year are set out in the statement of financial activities on page 11 and the position at the end of the year is shown in the Balance Sheet on page 12.

## **BARNET RECREATIONAL TRUST**

### **TRUSTEES' REPORT (CONTINUED)**

**FOR THE YEAR ENDED 5 APRIL 2023**

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#### **FINANCIAL REVIEW**

During the year ended 5 April 2023, the charity received income totaling £8,486,609 (2022 - £75,993) which included a legacy from the residue of the estate of a former local resident. Charitable activity costs of £356,080 (2022 - £72,151) were incurred. This resulted in carried forward unrestricted reserves of £8,591,736 (2022 - £528,629). A significant portion of these reserves are intended to be used in the redevelopment of a local sports club by upgrading the facilities for the benefit of the local community. However, this is currently dependent on planning permission being granted. It is intended to retain sufficient reserves at a level to continue to meet the charity's outreaches.

#### **RESERVES POLICY**

It is the general policy of the Trustees to hold reserves that when invested will provide sufficient income to meet the grant making policy of the Trustees. The Trustees longer term objective is to have approximately £1,000,000 in unrestricted reserves following the redevelopment of the Barnet Elizabethans Rugby Football Club. These reserves would be used to continue to support local projects and causes. At the balance sheet date unrestricted reserves exceeded this amount.

#### **PLANS FOR THE FUTURE**

The initial objective is to concentrate on upgrading the rugby club infrastructure to improve the facilities to accommodate both for existing users as well as encouraging women's rugby and disabled involvement in sport. Neither of these latter two objectives are possible at this time owing to a clubhouse that was constructed in the 1950s.

The Trust also wishes to retain sufficient funds to enable continued donations to be made to local good causes as the trustees deem appropriate.

## BARNET RECREATIONAL TRUST

### TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

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#### TRUSTEES' RESPONSIBILITY STATEMENT

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales 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 Charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are 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.

#### DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are Trustees at the time when this Trustees' report is approved confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the Charity's auditors are unaware and;
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

This report was approved by the board of Trustees and signed on their behalf by:



**Robert R Howell**  
Trustee



**Charles M Bennett-Baggs**  
Trustee

Date:





## **BARNET RECREATIONAL TRUST**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BARNET RECREATIONAL TRUST FOR THE YEAR ENDED 5 APRIL 2023**

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#### **OPINION**

We have audited the financial statements of Barnet Recreational Trust (the 'charity') for the year ended 5 April 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2023 and of its incoming resources and application of resources 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 Charities Act 2011.

#### **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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 charity'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 other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. 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. 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 course of 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.

## **BARNET RECREATIONAL TRUST**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BARNET RECREATIONAL TRUST (CONTINUED)**

**FOR THE YEAR ENDED 5 APRIL 2023**

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#### **MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION**

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

#### **RESPONSIBILITIES OF TRUSTEES**

As explained more fully in the Trustees' Responsibilities Statement, the Trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

#### **AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 an Auditors' Report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- The nature of the sector and the impact of the cost of living crisis on financial and operating performance and policies;
- Enquiries of management, including obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
  - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance
  - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; and
  - the internal controls established to mitigate risks related to fraud or non-compliance of laws and regulations;

## **BARNET RECREATIONAL TRUST**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BARNET RECREATIONAL TRUST (CONTINUED)**

#### **FOR THE YEAR ENDED 5 APRIL 2023**

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- Discussions among the engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud. The engagement team includes audit partners and staff who have extensive experience of working with charities in similar sectors and this experience was relevant to the discussion about where fraud risks might arise.

We also obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on provisions of those laws and regulations that had direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Charities Act, Charities SORP 2019 and FRS 102.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty.

As a result of these procedures, we considered the particular areas that were susceptible to misstatement due to irregularities including fraud were in respect of income recognition (specifically completeness and accuracy of legacy income) and unrecorded grant commitments. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. Our procedures to respond to risks identified included the following:

- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Enquiring of management concerning actual and potential litigation and claims;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Reading minutes of meetings of those charged with governance;
- In addressing the risk of fraud through management override of controls; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the rationale of any significant transactions that are unusual or outside the normal course of the charity's operations;
- Reviewing, with reference to the will and probate calculations, the recognition and accuracy of legacy income recognised during the year and verifying completeness by performing afterdate reviews and enquiries of management.
- Reviewing on the sample basis the grant award documentation, post year end payments and minutes of meetings to verify completeness of grant commitments.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditors' Report.

#### **OTHER MATTERS**

We draw attention to the fact that the prior year figures have not been audited.

## BARNET RECREATIONAL TRUST

### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BARNET RECREATIONAL TRUST (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

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#### USE OF OUR REPORT

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

*Lubbock Fine LLP*

**Lubbock Fine LLP**

Chartered Accountants & Statutory Auditors  
Paternoster House  
65 St Paul's Churchyard  
London  
EC4M 8AB

Date: *10/11/2023*

Lubbock Fine LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

# BARNET RECREATIONAL TRUST

## STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2023

	Note	Unrestricted funds 2023 £	Total funds 2023 £	Unaudited Total funds 2022 £
<b>Income from:</b>				
Donations and legacies	2	8,316,342	8,316,342	62,640
Investments	3	152,095	152,095	13,353
Interest receivable	4	18,172	18,172	-
<b>Total income</b>		<u>8,486,609</u>	<u>8,486,609</u>	<u>75,993</u>
<b>Expenditure on:</b>				
Charitable activities	5	356,080	356,080	72,151
<b>Total expenditure</b>		<u>356,080</u>	<u>356,080</u>	<u>72,151</u>
<b>Net income before net (losses)/gains on investments</b>		8,130,529	8,130,529	3,842
Net (losses)/gains on investments		(67,422)	(67,422)	11,153
<b>Net movement in funds</b>		<u>8,063,107</u>	<u>8,063,107</u>	<u>14,995</u>
<b>Reconciliation of funds:</b>				
Total funds brought forward		528,629	528,629	513,634
Net movement in funds		8,063,107	8,063,107	14,995
<b>Total funds carried forward</b>		<u>8,591,736</u>	<u>8,591,736</u>	<u>528,629</u>

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 14 to 25 form part of these financial statements.

# BARNET RECREATIONAL TRUST

## BALANCE SHEET

AS AT 5 APRIL 2023

	Note	2023 £	Unaudited 2022 £
<b>Fixed assets</b>			
Investments	9	7,923,834	454,552
Investment property	10	384,500	-
		<u>8,308,334</u>	<u>454,552</u>
<b>Current assets</b>			
Debtors	11	68,654	-
Cash held by City Asset Management		178,376	42,951
Cash at bank		79,669	33,570
		<u>326,699</u>	<u>76,521</u>
Creditors: amounts falling due within one year	12	(43,297)	(2,444)
<b>Net current assets</b>		<u>283,402</u>	<u>74,077</u>
<b>Total net assets</b>		<u><u>8,591,736</u></u>	<u><u>528,629</u></u>
<b>Charity funds</b>			
Restricted funds	13	-	-
Unrestricted funds	13	8,591,736	528,629
<b>Total funds</b>		<u><u>8,591,736</u></u>	<u><u>528,629</u></u>

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



**Robert R Howell**  
Trustee



**Charles M Bennett-Baggs**  
Trustee

Date: 02/11/2023

The notes on pages 14 to 25 form part of these financial statements.

**BARNET RECREATIONAL TRUST****STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED 5 APRIL 2023**

	<b>2023</b> <b>£</b>	<b>Unaudited</b> <b>2022</b> <b>£</b>
<b>Cash flows from operating activities</b>		
Net cash provided by/(used in) operating activities	338,338	(9,139)
<b>Cash flows from investing activities</b>		
Income from investments	170,267	13,353
Purchase of investments	(478,961)	(122,068)
Proceeds from sale of investments	151,880	127,910
<b>Net cash (used in)/provided by investing activities</b>	<b>(156,814)</b>	<b>19,195</b>
<b>Change in cash and cash equivalents in the year</b>	<b>181,524</b>	<b>10,056</b>
Cash and cash equivalents at the beginning of the year	76,521	66,465
<b>Cash and cash equivalents at the end of the year</b>	<b>258,045</b>	<b>76,521</b>

The notes on pages 14 to 25 form part of these financial statements



**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 5 APRIL 2023**

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**1. Accounting policies**

**1.1 Basis of preparation of financial statements**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The financial statements have been rounded to the nearest pound.

The Barnet Recreational Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy. The accounts have been prepared using the fair value method in respect of investments.

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

**1.2 Going concern**

The accounts have been prepared under a going concern basis, which assumes that current and future sources of funding will be adequate for the charity's needs.

The charity meets its running costs from income received from donations and investments. The Trustees continuously review the income and expenditure levels to ensure reserves remain adequate. On the basis of this policy, the Trustees consider that the charity will continue in operational existence for the foreseeable future.

**1.3 Fund accounting**

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

Investment income, gains and losses are allocated to the appropriate fund.



## **BARNET RECREATIONAL TRUST**

### **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 5 APRIL 2023**

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#### **1. Accounting policies (continued)**

##### **1.4 Income**

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

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

Donation income is generally recognised when received or at point of pledge.

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

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

##### **1.5 Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

##### **1.6 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

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

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include governance costs.

**1. Accounting policies (continued)**

**1.7 Investments**

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Increase/(decrease) in value of investments' in the Statement of Financial Activities incorporating Income and Expenditure account.

**1.8 Investment Property**

Investment property is carried at fair value derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in the fair value are recognised in the Statement of Financial Activities.

**1.9 Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered.

**1.10 Cash at bank and in hand**

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

**1.11 Liabilities and provisions**

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

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation.

**1.12 Financial instruments**

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

**1.13 Taxation**

Barnet Recreational Trust is a registered charity and based on the activities undertaken is not liable for UK corporation tax.

The charity was not VAT registered during the year and therefore all expenses are inclusive of any VAT which cannot be recovered.

**BARNET RECREATIONAL TRUST**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 5 APRIL 2023**

**2. Income from donations and legacies**

	<b>Unrestricted funds 2023 £</b>	<b>Total funds 2023 £</b>
Donations	60,260	60,260
Legacies	8,256,082	8,256,082
	<u>8,316,342</u>	<u>8,316,342</u>

	<b>Unaudited Unrestricted funds 2022 £</b>	<b>Unaudited Total funds 2022 £</b>
Donations	62,640	62,640
	<u>62,640</u>	<u>62,640</u>

**3. Investment income**

	<b>Unrestricted funds 2023 £</b>	<b>Total funds 2023 £</b>
Investment income	152,095	152,095
	<u>152,095</u>	<u>152,095</u>

	<b>Unaudited Unrestricted funds 2022 £</b>	<b>Unaudited Total funds 2022 £</b>
Investment income	13,353	13,353
	<u>13,353</u>	<u>13,353</u>

# BARNET RECREATIONAL TRUST

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2023

### 4. Interest receivable

	Unrestricted funds 2023 £	Total funds 2023 £	Unaudited Total funds 2022 £
Interest receivable	18,172	18,172	-

### 5. Analysis of expenditure by activities

	Grants payable 2023 £	Support costs 2023 £	Total funds 2023 £
Charitable activity costs	296,851	59,229	356,080

	Unaudited Grants payable 2022 £	Unaudited Support costs 2022 £	Unaudited Total funds 2022 £
Charitable activity costs	65,800	6,351	72,151

### Analysis of support costs

	Activities 2023 £	Total funds 2023 £
Trustee insurance	369	369
Independent examiners fees	(350)	(350)
Investment Management Fees	44,828	44,828
Auditors remuneration (governance)	12,600	12,600
Legal fees	1,782	1,782
	59,229	59,229

**BARNET RECREATIONAL TRUST****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 5 APRIL 2023****5. Analysis of expenditure by activities (continued)****Analysis of support costs (continued)**

	<b>Unaudited Activities 2022 £</b>	<b>Total funds 2022 £</b>
Trustee Insurance	258	258
Independent examiners fees	1,250	1,250
Investment Management Fees	4,843	4,843
	<u>6,351</u>	<u>6,351</u>

**6. Analysis of grants**

	<b>Unrestricted funds 2023 £</b>	<b>Total funds 2023 £</b>
Riding for the Disabled	1,500	1,500
St Mary, the Virgin Church House Appeal	1,000	1,000
Barnet Elizabethans Rugby Football Club	286,351	286,351
Macmillan Cancer Relief	1,500	1,500
Maytree Counselling Care	500	500
Monken Hadley Cricket Club	500	500
Hospice of St Francis	500	500
Junction Eight Athletic Track	500	500
Home Start, Barnet	500	500
Cherry Lodge Cancer Care	1,500	1,500
Isabel Hospice, Barnet	1,000	1,000
Monken Hadley Common Trust	500	500
North London Hospice	1,000	1,000
	<u>296,851</u>	<u>296,851</u>

**BARNET RECREATIONAL TRUST****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 5 APRIL 2023**

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	<b>Unaudited Unrestricted funds 2022 £</b>	<b>Unaudited Total funds 2022 £</b>
Riding for the Disabled	1,500	1,500
St Mary, the Virgin Church House Appeal	1,000	1,000
Barnet Elizabethans Rugby Football Club	55,000	55,000
Macmillan Cancer Relief	1,500	1,500
Maytree Counselling Care	500	500
Monken Hadley Cricket Club	800	800
Hospice of St Francis	1,000	1,000
Junction Eight Athletic Track	500	500
Home Start, Barnet	500	500
Nottingham Hospital trust	2,000	2,000
Cherry Lodge Cancer Care	1,500	1,500
	<hr/>	<hr/>
	65,800	65,800
	<hr/>	<hr/>

## BARNET RECREATIONAL TRUST

### NOTES TO THE FINANCIAL STATEMENTS

#### FOR THE YEAR ENDED 5 APRIL 2023

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#### 7. Trustees' remuneration

During the year, no Trustees received any remuneration or other benefits (2022 - £NIL).

During the year ended 5 April 2023, no Trustee expenses have been incurred (2022 - £NIL).

#### 8. Net (Losses)/Gains on Investments

	2023 £	2022 £
Realised (losses)/gains on investments	(11,922)	(2,534)
Unrealised (losses)/gains on investments	(55,500)	13,687
	<u>(67,422)</u>	<u>11,153</u>

#### 9. Fixed asset investments

	Listed and other investments £
<b>Cost or valuation</b>	
At 6 April 2022	454,552
Additions	7,688,584
Disposals	(163,802)
Revaluations	(55,500)
At 5 April 2023	<u>7,923,834</u>
<b>Net book value</b>	
At 5 April 2023	<u>7,923,834</u>
At 5 April 2022	<u>454,552</u>

# BARNET RECREATIONAL TRUST

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2023

### 10. Investment property

	Long term leasehold investment property £
<b>Valuation</b>	
Additions	384,500
At 5 April 2023	<u>384,500</u>

The investment property was valued by the Trustees on an open market basis as at 5 April 2023.

### 11. Debtors

	2023 £	Unaudited 2022 £
<b>Due within one year</b>		
Other debtors	40,500	-
Prepayments and accrued income	24,244	-
Tax recoverable	3,910	-
	<u>68,654</u>	<u>-</u>

Included within other debtors is £40,500 receivable in respect of legacy income not transferred to the Trust by the balance sheet date. The balance is made up of residual assets with a value of approximately £40,500 that are subject to disposal/settlement and will be passed over to the charity when transactions are complete.

### 12. Creditors: Amounts falling due within one year

	2023 £	Unaudited 2022 £
Accruals and deferred income	<u>43,297</u>	<u>2,444</u>



# BARNET RECREATIONAL TRUST

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2023

### 13. Statement of funds

#### Statement of funds - current year

	Balance at 6 April 2022 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2023 £
<b>Unrestricted funds</b>					
General Funds	528,629	8,486,609	(356,080)	(67,422)	8,591,736

#### Statement of funds - prior year

	Unaudited Balance at 1 April 2021 £	Unaudited Income £	Unaudited Expenditure £	Gains/ (Losses) £	Unaudited Balance at 5 April 2022 £
<b>Unrestricted funds</b>					
General Funds	513,634	75,993	(72,151)	11,153	528,629

### 14. Analysis of net assets between funds

#### Analysis of net assets between funds - current year

	Unrestricted funds 2023 £	Total funds 2023 £
Fixed asset investments	7,923,834	7,923,834
Current assets	711,199	711,199
Creditors due within one year	(43,297)	(43,297)
<b>Total</b>	<b>8,591,736</b>	<b>8,591,736</b>

# BARNET RECREATIONAL TRUST

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2023

### 14. Analysis of net assets between funds (continued)

#### Analysis of net assets between funds - prior year

	Unaudited Unrestricted funds 2022 £	Unaudited Total funds 2022 £
Fixed asset investments	454,552	454,552
Current assets	76,521	76,521
Creditors due within one year	(2,444)	(2,444)
<b>Total</b>	<b>528,629</b>	<b>528,629</b>

### 15. Reconciliation of net movement in funds to net cash flow from operating activities

	2023 £	Unaudited 2022 £
Net income for the year (as per Statement of Financial Activities)	8,063,107	14,995
<b>Adjustments for:</b>		
Non cash gifts of assets	(7,594,123)	-
Loss/(profit) on the sale of fixed assets	67,422	(11,153)
Dividends and interest receivable from investments	(170,267)	(13,353)
Increase in debtors	(68,654)	-
Increase in creditors	40,853	372
<b>Net cash provided by/(used in) operating activities</b>	<b>338,338</b>	<b>(9,139)</b>

### 16. Analysis of cash and cash equivalents

	2023 £	Unaudited 2022 £
Cash in hand	258,045	76,521
<b>Total cash and cash equivalents</b>	<b>258,045</b>	<b>76,521</b>

## BARNET RECREATIONAL TRUST

### NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2023

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#### 17. Analysis of changes in net debt

	At 6 April 2022	Cash flows	At 5 April 2023
	£	£	£
Cash at bank and in hand	76,521	181,524	258,045
	<u>76,521</u>	<u>181,524</u>	<u>258,045</u>

#### 18. Related party transactions

Unrestricted donations totalling £48,000 (2022 - £50,000) were received during the year from related parties.

Grants totalling £286,351 (2022 - £55,000) were pledged to Barnet Elizabethans Rugby Football Club Limited during the year, a company in which Robert Howell, a Trustee, has significant control.

#### 19. Post balance sheet events

On 12 September 2023, the planning permission application for the redevelopment of the Barnet Rugby Club, which the charity will be funding, was approved. Therefore, building plans and budgets will now be finalised before work commences.

