

305982

31/MAR/10

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

**TRUSTEES' REPORT AND ACCOUNTS**

**FOR THE YEAR ENDED 31ST MARCH 2010**

No 6 *cl*  
**ACCOUNTS**  
24 MAY 2010  
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COMPLIANCE DIVISION

CENTRAL SOCIAL & RECREATIONAL TRUST  
24 MAY 2010

**Charity No: 305982**

# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## REPORT AND ACCOUNTS

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# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## LEGAL AND ADMINISTRATIVE INFORMATION

<b>Trustees</b>	W H Robinson D McElhinney R G Caborn K A Walters
<b>Secretary</b>	B Gold
<b>Charity Number</b>	305982
<b>Registered Office</b>	The Diary House Rickett Street London SW6 1RU
<b>Independent Auditors</b>	Ramon Lee & Partners Kemp House 152/160 City Road London EC1V 2DW
<b>Bankers and Investment Advisers</b>	Coutts & Co. 440 Strand London WC2R 0QS

# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 31ST MARCH 2010

The Trustees present their report and accounts for the year ended 31st March 2010.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's governing document, applicable law and the requirements of the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in March 2005.

## STRUCTURE, GOVERNANCE AND MANAGEMENT

### Governing Document

The organisation is a charitable trust, established on 14<sup>th</sup> June 1962 and registered as a charity with the Charity Commission. The organisation is governed by Trust Deed which sets out the objects and powers of the charity and governs the actions of the Trustees.

### Recruitment and Appointment of Trustees

The Trustees of the organisation are also the charity trustees for the purposes of charity law. The Trust Deed stipulates that there shall not be less than three nor more than four Trustees. The power to appoint new Trustees rests with the Secretary of the Amateur Boxing Association of England. There is no set time limit for which a Trustee can act although the Trust Deed sets out that retirement on reaching the age of seventy is compulsory.

Trustees have generally been nominated because of involvement in sporting activity organisations, assisting bodies which help the young or disadvantaged, and their business acumen, thereby engendering an all round perspective and expertise helpful to the charity.

Details of Trustees who served during the year (together with other legal and administrative details) are given on page 2.

### Trustees Induction and Training

The Trustees maintain a good working knowledge of Charity law and best practise by attendance at charity courses run by outside providers. New Trustees are given copies of the Trust Deed and copies of relevant Charity Commission Publications.

### Organisation

The Board of Trustees, which comprises four members, administers the charity. The Board meets quarterly to review the affairs of the charity and to consider grant applications which are only paid to a beneficiary upon the approval of the Board. To facilitate activities, the Board have delegated certain minor powers to the Secretary (who is not a Trustee), who chiefly deals with correspondence and day to day administrative affairs. All decisions relating to strategy and policy are made by the Board of Trustees.

### Related parties

The charity does not have relationships with related parties and other charities and organisations with which it co-operates in pursuit of its charitable objectives.

### Risk management

The Trustees have a risk management strategy which comprises:

- an annual review of the risks the charity may face;
- the establishment of systems and procedures to mitigate those risks identified in the plan;
- implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

The review has identified only minor risks primarily relating to investment exposure. Investment risk is minimised by the maintenance of a balanced portfolio in relatively low risk holdings. A key element in the management of financial risk is the setting of a reserves policy and its regular review by the Trustees.

### Public Benefit statement

The Trustees consider that they have complied with Section 4 of the Charities Act 2006 with regard to the guidance on public benefit published by the Charity Commission.

# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## TRUSTEES' REPORT (Cont/d)

### FOR THE YEAR ENDED 31ST MARCH 2010

#### OBJECTIVES AND ACTIVITIES

The objects of the charity:

- to improve the conditions of boy and girls under the age of 21 and of all other persons who by reason of their poverty would otherwise be unable to obtain facilities for recreational or other leisure time occupations;
- to provide facilities for recreational or other leisure time occupations for such persons in the interests of social welfare and in particular to provide equipment or funding to be used for recreational or other leisure time occupations.

The charity carried out the objectives noted above through the award of grants to sporting bodies and organisations which benefit young people. The grants were awarded to help the various organisations to acquire sporting equipment.

#### ACHIEVEMENTS AND PERFORMANCE

During the year the charity made grant awards totalling £35,283 (2009 - £27,590). The grants were awarded to sixteen (2009 – eight) organisations involved in sporting and youth activities.

#### FINANCIAL REVIEW

The surplus for the year amounted to £44,862 (2009 – surplus £13,373). The Trust incurred a deficit of £10,350 (2009 – surplus £3,023) prior to a realised and unrealised investment surplus arising on the charity's investment portfolio totalling £55,212 (2009 – surplus £10,350).

The major change over 2009 was the increase in grants awards from £27,590 to £35,283 together with the realised and unrealised gains on the Trust's investment portfolio.

It is the aim of the Trustees to maximise the levels of grants paid each year as evidenced by the increase in grants paid in the year under review on top of increases in the year to 31<sup>st</sup> March 2009.

Principal funding came from the investment income arising on the charity's investment portfolio. Investment returns decreased from £44,201 in the year to 31<sup>st</sup> March 2009 to £38,674 for the year ended 31<sup>st</sup> March 2010. This reflects the significant decrease in bank base rates over the last year which have impacted on investment returns generally. Conversely, the charity saw a significant increase in realised and unrealised gains its investment portfolio of increasing from £10,350 in the year to 31<sup>st</sup> March 2009 to £55,212 for the year ended 31<sup>st</sup> March 2010, reflecting a general improvement in stock markets over the last financial year.

There have been no significant changes in the way the charity has operated or its policy for carrying out its objects.

The charity is not reliant on the services of unpaid volunteers or donations in kind.

#### REVIEW OF ACTIVITIES

The Trust has continued to operate in much of the same way as in previous years. The current Trustees were appointed in December 2008 and from that point there has been an effort to increase the annual amounts of grants paid. Grants have increased from £13,021 in the year to 31<sup>st</sup> March 2008 to £27,590 in 2009, with a further increase to £35,283 in the year under review. A variety of organisations have benefited from grants, the amounts given ranging from £538 to £4,566. The Trust has increased its activities with the launch of a website [www.csrt.info](http://www.csrt.info) to which potential applicants are directed.

#### INVESTMENT POWERS AND POLICY

The Trust Deed authorises the Trustees to make and hold investments using the general funds of the Charity. The Trustees have the power to invest in any way that they see fit.

It is the policy of the Trustees to hold investments at current levels. The investment holdings are maintained through a portfolio of government stocks and unit trusts, managed by a recognised investment manager. The portfolio is mainly low risk as the Trustees concentrate on a relatively secure income stream rather than capital growth.

# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## TRUSTEES' REPORT (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2010

### FUTURE PLANS AND DEVELOPMENTS

The Trustees plan to continue the Trust's activities so that it operates on a similar basis to which it has operated to this point. They expect income returns to be maintained at similar levels to the current year and plan to continue giving grants up to the maximum level each year without eroding the Trust's capital and investment portfolio.

### RESERVES POLICY

At the balance sheet date the charity had retained unrestricted funds totalling £1,141,484.

It is the policy of the Trustees to maintain reserves at their current levels so that sufficient investment income may be derived in order to finance the award of grants. The maintenance of such significant reserves represents the Trustees' aims of long term operations through the continued receipt of reasonable levels of investment income to finance grant awards, whilst maintaining a hedge against possible future decreases in the market value of investments.

### GRANT MAKING POLICY

Grants are awarded after submission of claim by the applicant to the Trustees. The Trustees review the application to judge if the grant falls within the Charity's objectives and whether the application meets its requirements in terms of the benefits it gives young persons. Each application is discussed, reviewed and decided upon by the Trustees at their regular meetings. Only clubs/organisations which are affiliated to their governing body (such as the Amateur Boxing Association of England, National Association of Clubs for Young People etc.) will be considered for a grant. Grants generally will be no more than £2,000 although the Trustees will consider applications above this figure in exceptional circumstances.

### STATEMENT OF TRUSTEES' RESPONSIBILITIES

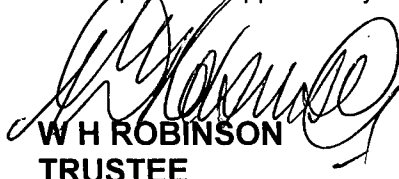
The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice applicable to charities. The Trustees are required under the Charities Act 1993 to prepare financial statements for each financial year, which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year (unless the charity is entitled to prepare accounts on the alternative receipts and payments basis). In preparing financial statements giving a true and fair view, the Trustees should follow best practice and:

- (a) select suitable accounting policies and apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;
- (d) prepare the financial statements on a going concern basis unless it is inappropriate to assume that the charity will continue in operation.

The Trustees are responsible for maintaining proper accounting records which 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. 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.

### APPROVAL

This report was approved by the Trustees on the 20<sup>th</sup> May 2010 and signed on its behalf.

  
W H ROBINSON  
TRUSTEE

20<sup>th</sup> May 2010

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF  
THE CENTRAL SOCIAL & RECREATIONAL TRUST**

We have audited the financial statements of The Central Social & Recreational Trust for the year ended 31st March 2010 which comprise: the Statement of Financial Activities, the Balance Sheet and related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out on page 9.

This report is made solely to the charity's trustees, as a body, in accordance with Section 44 of the Charities Act 1993. 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 as an auditor's report and for not other purpose. To the fullest extent permitted by law we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS**

The charity's trustees' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice are set out in the Statement of Trustees Responsibilities.

We have been appointed as auditors under Section 43 of the Charities Act 1993 and report in accordance with regulations made under Section 44 of that Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (United Kingdom and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Charities Act 1993. We also report to you if, in our opinion, the Report of the Trustees is not consistent with the financial statements, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the charity is not disclosed.

We read the Trustees' Annual Report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

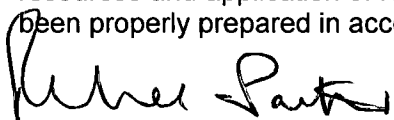
**BASIS OF OPINION**

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**OPINION**

In our opinion the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state affairs of the charity as at 31st March 2010 and of its incoming resources and application of resources, including its income and expenditure for the year then ended and have been properly prepared in accordance with the Charities Act 1993.

  
**RAMON LEE & PARTNERS  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS**

**KEMP HOUSE  
152/160 CITY ROAD  
LONDON EC1V 2DW**

**20<sup>th</sup> May 2010**

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31ST MARCH 2010**  
**SUMMARY INCOME AND EXPENDITURE ACCOUNT**

	<u>Notes</u>	<u>UNRESTRICTED FUNDS</u>	
		<u>2010</u>	<u>2009</u>
		£	£
<b>INCOMING RESOURCES</b>			
<b>Incoming resources from generated funds:</b>			
Investment income	2	38,674	44,201
<b>TOTAL INCOMING RESOURCES</b>		38,674	44,201
<b>RESOURCES EXPENDED</b>			
<b>Costs of generating funds:</b>			
Investment management costs	3	8,139	7,889
<b>Charitable activities</b>	4 & 5	36,479	27,596
<b>Governance costs</b>	5	4,406	5,693
<b>TOTAL RESOURCES EXPENDED</b>		49,024	41,178
<b>NET (OUTGOING)/INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS</b>		(10,350)	3,023
<b>OTHER RECOGNISED GAINS</b>			
Investment gains and losses		55,212	10,350
<b>NET MOVEMENT IN FUNDS FOR THE YEAR</b>		44,862	13,373
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		1,096,622	1,083,249
<b>TOTAL FUNDS CARRIED FORWARD</b>		1,141,484	1,096,622

All movements derive from continuing activities.

There were no recognised gains or losses for 2010 or 2009 other than those included in the Statement of Financial Activities.

The notes on pages 9 to 12 form part of these accounts.

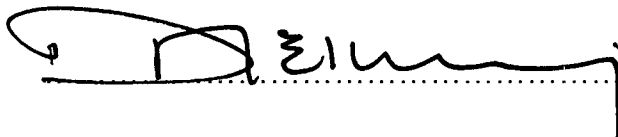


**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

**BALANCE SHEET AS AT 31ST MARCH 2010**

	<u>Notes</u>	<u>2010</u>	<u>2009</u>
		£	£
<b>FIXED ASSETS</b>			
Investments	9	1,051,824	1,001,382
		<hr/>	<hr/>
			1,051,824
			1,001,382
<b>CURRENT ASSETS</b>			
Cash at bank and in hand		94,066	106,481
<b>CREDITORS: Amounts falling due within one year</b>	10	4,406	11,241
		<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>			89,660
			95,240
<b>NET ASSETS</b>		<hr/>	<hr/>
		1,141,484	1,096,622
<b>CAPITAL AND RESERVES</b>			
Unrestricted funds		1,141,484	1,096,622
<b>TOTAL FUNDS</b>		<hr/>	<hr/>
		1,141,484	1,096,622

Approved by the Trustees on 20<sup>th</sup> May 2010 and were signed on its behalf by:



D McELHINNEY



W H ROBINSON

The notes on pages 9 to 12 form part of these accounts.

# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## NOTES TO THE ACCOUNTS

### FOR THE YEAR ENDED 31ST MARCH 2010

#### 1. ACCOUNTING POLICIES

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

##### 1.1 Basis of preparation of accounts

The financial statements have been prepared under the historical cost convention, as modified by the inclusion of fixed asset investments at market value and in accordance with applicable law and the Statement of Recommended Practice: Accounting and Reporting by Charities issued in March 2005.

The charity has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement.

##### 1.2 INVESTMENTS

Investments are included in the accounts at mid-market value at the end of the financial year. Realised and unrealised gains and losses are credited or debited to the statement of financial activities in the year in which they arise.

##### 1.3 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets (excluding investments) are stated at cost less depreciation. The cost of minor additions or those costing less than £500 are not capitalised. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Equipment	-	25% on net book value
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##### 1.4 VALUE ADDED TAX

Value Added Tax is not recoverable by the charity, and, as such, is included in the relevant costs in the Statement of Financial Activities.

##### 1.5 INCOMING RESOURCES

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. Investment income is included when receivable.

##### 1.6 UNRESTRICTED FUNDS

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity. Unrestricted funds include a revaluation reserve representing the restatement of investment assets at market value.

##### 1.7 RESOURCES EXPENDED

Expenditure is recognised on an accruals basis as a liability is incurred.

###### (a) Costs of generating funds

Costs of generating funds comprise the costs incurred relating to the management of the charity's investment portfolio.

###### (b) Charitable activities

Charitable activities represent grants payable, which are debited to the Statement of Financial Activities when an undertaking to pay the grant during the financial year has been entered into.

###### (c) Governance costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource.

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

**NOTES TO THE ACCOUNTS (Cont/d)**

**FOR THE YEAR ENDED 31ST MARCH 2010**

**2. INVESTMENT INCOME**

Investment income represents dividends and interest from investments. All dividends and interest from securities relate to investments held within the U.K.

	<u>2010</u>	<u>2009</u>
	£	£
Bank deposit interest	463	3,676
Dividends from listed securities and government stocks	38,211	40,525
	<u>38,674</u>	<u>44,201</u>

**3. COSTS OF GENERATING FUNDS**

	<u>2010</u>	<u>2009</u>
	£	£
Investment management costs	8,139	7,889
	<u>8,139</u>	<u>7,889</u>

**4. GRANTS PAYABLE**

	<u>2010</u>	<u>2009</u>
	£	£
Grants and awards payable	35,283	27,590
	<u>35,283</u>	<u>27,590</u>

Grants for the year ended 31<sup>st</sup> March 2010 represent awards to various sporting clubs and organisations as detailed below. No individuals benefit from grant awards:

Grants are made on approval by the Trustees and are generally paid to help the recipient to acquire sporting equipment or improve their sports facilities. The payments are made direct to the supplier of the equipment.

	£
Dovecot ABC	2,068
Rotunda ABC	1,982
Runcorn Boys ABC	2,036
Mid Anglia Division	538
Eastern ABC	2,469
Lynn Athletic Club	2,000
Pedro Club	1,247
Penrith Elite ABC	2,185
Golden Gloves ABC	1,972
Bridport ABC	1,201
Droylsden Youth Centre	1,155
Dale Youth ABC	2,213
Weymouth ABC	1,879
Skelmersdale Police ABC	3,772
Skelmersdale Junior Football League	4,000
Gator ABC	4,566
	<u>35,283</u>

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2010

5. TOTAL RESOURCES EXPENDED

	<u>Basis of allocation</u>	<u>Charitable Giving</u> £	<u>Governance</u> £	<u>2010</u> £	<u>2009</u> £
<b>Costs directly allocated to activities</b>					
Grants and donations	Direct	35,283	-	35,283	27,590
Audit fees	Direct	-	4,406	4,406	4,255
<b>Support costs allocated to activities</b>					
Administrative assistance	Usage	1,000	-	1,000	-
Communications	Usage	196	-	196	-
Legal, professional & consultancy	Usage	-	-	-	1,438
Sundry expenses	Transactions	-	-	-	6
		<u>36,479</u>	<u>4,406</u>	<u>40,885</u>	<u>33,289</u>

6. NET MOVEMENT IN FUNDS FOR THE YEAR

The net movement in funds for the year is stated after charging:

	<u>2010</u> £	<u>2009</u> £
Audit fees	4,406	4,255
	<u>4,406</u>	<u>4,255</u>

No remuneration was paid to Trustees in the year (2009 - £nil).

No Trustees were reimbursed any expenses (2009 - £nil).

No employee received remuneration of more than £60,000 (2009 – none).

No Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity (2009 - £nil).

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

**NOTES TO THE ACCOUNTS (Cont/d)**

**FOR THE YEAR ENDED 31ST MARCH 2010**

**7. INVESTMENTS**

	<u>2010</u>	<u>2009</u>
	£	£
Market value:		
Balance, brought forward	1,001,382	996,062
Additions	509,791	173,149
Disposals	(504,097)	(167,157)
Gain/(loss) on valuation at year end	44,748	(672)
	<u>1,051,824</u>	<u>1,001,382</u>
Historic cost	<u>985,957</u>	<u>978,575</u>
All of the above investments are allocated as follows:		
Held within the United Kingdom:		
UK Fixed interest stock	743,279	798,509
Non-UK Fixed interest stock	52,687	55,144
UK Equity – unity trusts	120,523	89,128
Non-UK Equity – unit trusts	135,335	58,601
	<u>1,051,824</u>	<u>1,001,382</u>

At 31<sup>st</sup> March 2010 the charity held the following stocks that represented more than 5% of the market value of listed investments held at 31<sup>st</sup> March 2010.

£143,900	3.75% Treasury Stock 7/9/2019	142,223
£154,700	4.00% Treasury Stock 7/9/2016	162,483
£135,000	4.00% Treasury Stock 7/3/2022	132,747
£138,502	4.75% Treasury Stock 7/3/2015	152,186
£143,300	5.0% Treasury Stock 7/3/2025	153,640
798.283	Coutts US High Yield Bond Ser 2	52,687
4,331.062	Coutts UK Equity Index Prog Ser 2	96,929
		<u>892,895</u>

**8. CREDITORS: Amounts falling due within one year**

	<u>2010</u>	<u>2009</u>
	£	£
Grants payable	-	6,986
Accruals	4,406	4,255
	<u>4,406</u>	<u>11,241</u>