

THE CENTRAL SOCIAL & RECREATIONAL TRUST

TRUSTEES' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2020

Charity No: 305982

THE CENTRAL SOCIAL & RECREATIONAL TRUST

REPORT AND ACCOUNTS

CONTENTS

	Page
Trustees' Report	2 - 5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Accounts	9 – 13

THE CENTRAL SOCIAL & RECREATIONAL TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31ST MARCH 2020

The Trustees present their report and accounts for the year ended 31st March 2020.

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 14th 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 Boxing England. There is no set time limit for which a Trustee can act.

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.

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 17 of the Charities Act 2011 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 2020

OBJECTIVES AND ACTIVITIES

The objects of the charity:

- to improve the conditions of boy and girls in England 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 mainly acquire sporting equipment.

ACHIEVEMENTS AND PERFORMANCE

During the year the charity made grant awards totalling £45,494 (2019 - £41,033). The grants were awarded to 51 (2019 – 47) organisations involved in sporting and youth activities.

FINANCIAL REVIEW

The deficit for the year amounted to £100,601 (2019 – deficit £11,917). The Trust incurred a deficit of £34,328 (2019 – deficit £28,967) prior to an investment loss arising on the charity's investment portfolio totalling £66,273 (2019 – surplus £17,050).

Principal funding came from the investment income arising on the charity's investment portfolio. Investment returns decreased from £27,084 in the year to 31st March 2019 to £26,340 for the year ended 31st March 2020.

It is the aim of the Trustees to maximise the levels of grants paid each year whilst maintaining the Trust's capital, thereby ensuring the availability of income in future years so that grants giving may be maintained.

There have been no major 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 Trustees endeavour to manage the Charity so that investment returns are maximised to enable the level of grants paid to be maintained.

A total of 51 organisations have benefited in the year under review from grants, with the amounts given ranging from £250 to £3,474. Grants are primarily given for sporting equipment or to improve sporting facilities.

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 bonds, corporate bonds, equities, property and other alternative investments, 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 2020

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. If income returns are maintained at similar levels to the current year they 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 £1,100,079.

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.

For the year ended 31st March 2020, the Trustees have agreed that grants will be made mainly for the purchase of equipment, with preference given to the following three categories:

- 1) clubs/organisations which are affiliated to a National Governing body (such as Boxing England, National Association of Clubs for Young People etc.)
- 2) new services that provide a social community function, again that should be affiliated to a National Governing body
- 3) martial arts sporting associations affiliated to National Governing body. Grants generally will be no more than £1,000 although the Trustees will consider applications above this figure in exceptional circumstances.

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees:
W H Robinson
K A Walters
D Chapple
L Leo

Charity Number: 305982

Principal Address: 93 Tabernacle Street, London EC2A 4BA

Independent Examiner: David Terry,
Ramon Lee Ltd, 93 Tabernacle Street, London EC2A 4BA

Bankers: Coutts & Co., 440 Strand, London WC2R 0QS

THE CENTRAL SOCIAL & RECREATIONAL TRUST

TRUSTEES' REPORT (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2020

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The Trustees are responsible for preparing the Trustees' Annual 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 the incoming resources and application of resources, including the 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 in the Charity's SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the 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.

APPROVAL

This report was approved by the Trustees on 18th May 2020 and signed on its behalf.



W H ROBINSON
TRUSTEE

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

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended 31 March 2020.

Responsibilities and basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



**D TERRY – Chartered Accountant
RAMON LEE LTD
93 TABERNACLE STREET
LONDON EC2A 4BA**

18th MAY 2020

THE CENTRAL SOCIAL & RECREATIONAL TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31ST MARCH 2020

		UNRESTRICTED FUNDS	
	<u>Notes</u>	2020 £	2019 £
Income			
Investment income	2	26,340	27,084
Total income		<u>26,340</u>	<u>27,084</u>
Expenditure			
Cost of raising funds	3	7,617	7,767
Expenditure on charitable activities	3	53,051	48,284
Total expenditure		<u>60,668</u>	<u>56,051</u>
Net income/(expenditure) and net movement in funds before gains and losses on investments		(34,328)	(28,967)
Net gains/(losses) on investment	6	(66,273)	17,050
Net movement in funds		<u>(100,601)</u>	<u>(11,917)</u>
Reconciliation of funds			
Total funds brought forward		1,200,680	1,212,597
Total funds carried forward		<u><u>1,100,079</u></u>	<u><u>1,200,680</u></u>

CONTINUING OPERATIONS

None of the Charity's activities were acquired or discontinued during the above two financial periods.

TOTAL RECOGNISED GAINS AND LOSSES

The Charity has no recognised gains or losses other than the above movements in funds during the above two financial periods.


The notes on pages 9 to 13 form part of these accounts


THE CENTRAL SOCIAL & RECREATIONAL TRUST

BALANCE SHEET AS AT 31ST MARCH 2020

	<u>Notes</u>	<u>2020</u>	<u>2019</u>
		£	£
Fixed assets			
Investments	9	1,021,926	1,157,913
		<u>1,021,926</u>	<u>1,157,913</u>
Current assets			
Cash at bank and in hand		82,935	47,097
Liabilities			
Creditors falling due within one year	10	(4,782)	(4,330)
		<u>78,153</u>	<u>42,767</u>
Net current assets		78,153	42,767
Net assets		<u><u>1,100,079</u></u>	<u><u>1,200,680</u></u>
The funds of the charity			
Unrestricted funds	11	1,100,079	1,200,680
Total charity funds		<u><u>1,100,079</u></u>	<u><u>1,200,680</u></u>

These accounts were approved by the Trustees on 18th May 2020 and were signed on their behalf by:

..... W H ROBINSON

..... K A WALTERS

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2020

1. ACCOUNTING POLICIES

1.1 Basis of preparation of accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) – (Charity SORP (FRS 102) Revised), The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The Central Social & Recreational Trust meet the definition of a public benefit entity under FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

1.2 Preparation of accounts on a going concern basis

The Charity's Financial Statements show net deficit of £100,601 for the year and free reserves of £1,100,079. The trustees are of the view that these results have secured the immediate future of the Charity for the next 12 to 18 months and on this basis the Charity is a going concern.

1.3 Investments

Investments comprise assets held to generate future income. All investments assets are shown on the balance sheet at market value at the balance sheet date. The market value has been determined by the Independent Investment Portfolio Manager. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Charity does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

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 Income recognition

All income 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 Fund accounting

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 Expenditure recognition

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure is classified under the following activity headings:

- (a) Cost of raising funds comprises the cost of investment management cost and their associated support costs.
- (b) Expenditure on charitable activities comprises the making of grants and the associated support costs. Grants are recognised as a cost when the Board of Trustees approves the grants.

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2020

1.8 Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include office costs, finance personnel and governance costs which support the Trust's programmes and activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The basis on which support costs have been allocated are set out in note 4.

1.9 Realised/ unrealised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

2. INVESTMENT INCOME

	2020 £	2019 £
Dividends - equities	24,105	23,453
Interest - fixed interest securities	1,981	3,631
Interest on cash deposits	254	-
	26,340	27,084

The investment income in 2019 totalling £27,084 was attributed to unrestricted funds.

3. EXPENDITURE ON CHARITABLE ACTIVITIES

	Raising funds £	Grants £	2020 £	2019 £
Grants (note 5)	-	45,494	45,494	41,033
Investment management fees	7,617	-	7,617	7,767
Support costs (note 4)	-	3,398	3,398	3,411
Governance (note 4)	-	4,159	4,159	3,840
	7,617	53,051	60,668	56,051

The total £60,668 expenditure in 2020 (2019 - £56,051), was charged to unrestricted funds.

4. ANALYSIS OF SUPPORT AND GOVERNANCE COSTS

The Charity initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Governance costs and other support costs are apportioned separately between charity's key activities undertaken (see note 3) in the year. Refer to the table below for the basis for apportionment and the analysis of support costs and governance costs.

	General Support £	Governance £	2020 £	2019 £
Administrative assistance	3,000	-	3,000	3,000
Computer support & IT maintenance	364	-	364	410
Foreign exchange gain	34	-	34	1
Trustee's insurance	-	319	319	-
Independent examiner's fees	-	3,840	3,840	3,840
	3,398	4,159	7,557	7,251

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS (Cont'd)

FOR THE YEAR ENDED 31ST MARCH 2020

5. GRANTS PAYABLE

Grants for the year ended 31st March 2020 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.

During the year grants were charged to the Statement of Financial Activities for the following organisations.

	£
A Rock BA	249
Alive ABC	996
Aspire ABC	500
Barnstable ABC	989
Bromyard ABC	983
Burntwood Platinum ABC	946
Chalvedon ABC	1,030
Cleethorpes Trinity BA	955
Coopers ABC	470
Crosfields Viper Rugby League Team	996
Dagenham Police & Community BC	970
Devon & Cornwall Seahawks	1,000
Dirty Feet Dance CIC	903
Dovecot BA	499
East Middlesbrough ABC	968
Eastbourne ABC	984
Evolution Leisure & Muay Thai	1,000
Fearless BA	1,080
Felbridge ABC	924
Fight Fitness Guru ABC	972
Gateshead Leam Lane ABC	949
Grimsby ABC	887
Guntons Community BC	850
Hillcrest ABC	947
Hockley BC	911
Hoddesdon BA	1,000
Holmes Chapel ABC	875
Kingstanding 2nd City ABC	1,113
Lee Jones ABC	960
London ABA	3,474
Majestic BA	991
Mansfield Allstars ABC	499
New Addington ABC	990
New Welfare BC	996
Peterborough Police ABC	606
Portland ABC	996
Poseidon ABC	906
Rykneld Bowling Club Ltd	413
Salford City BC	990
Sherrington's BC	822
Silverdale ABC	500
SRKS Cricket Club	510
St Just ABC	487
The Bar ABC	491
The Boxing Clever Academy ABC	650
Tuebrook Community Centre and ABC	941
Upchurch Cricket Club	500
Warddegnans BC	942
Waterloo ABC	1,008
Wellington BA	984
Wokingham & Embrook ABC	892
	<u>45,494</u>

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2020

6. GAINS / (LOSSES) ON INVESTMENT ASSETS

	Unrestricted £	2020 £	2019 £
Realised gain / (loss) on sales	18,082	18,082	(15,608)
Unrealised gain/(loss) on year end valuation	(84,355)	(84,355)	32,658
	<u>(66,273)</u>	<u>(66,273)</u>	<u>17,050</u>

7. NET MOVEMENT IN FUNDS FOR THE YEAR

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

	2020 £	2019 £
Independent examiner's fees	<u>3,840</u>	<u>3,840</u>

8. ANALYSIS OF STAFF COSTS, TRUSTEES REMUNERATION AND EXPENSES, AND COST OF KEY MANAGEMENT PERSONNEL

The Trust did not have any employees during the year.

The key management personnel of the charity comprise of the trustees. None of the trustees were employed or paid fees by the Charity.

No Trustee received any remuneration in respect of their services (2018 - £nil). No Trustee was reimbursed expenses during the year (2018 – no Trustee reimbursed any expenses).

The Trust paid Trustees' insurance of £319 (2019 - £nil).

9. INVESTMENTS

	2020 £	2019 £
Market value, brought forward	1,157,913	1,187,041
Additions	790,282	595,236
Disposals	(859,996)	(641,414)
Realised gain / (loss)	18,082	(15,608)
Unrealised gain / (loss)	(84,355)	32,658
Market value, carried forward	<u>1,021,926</u>	<u>1,157,913</u>
Historical cost	<u>1,094,408</u>	<u>1,103,713</u>
Market value analysed by type of investment		
UK fixed interest	-	217,017
UK equities	173,625	245,187
Overseas fixed interest	538,847	261,156
Overseas equities	298,857	338,988
Property	10,597	48,312
Hedge funds	-	11,974
Structured products	-	35,279
	<u>1,021,926</u>	<u>1,157,913</u>

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS (Cont/d)
FOR THE YEAR ENDED 31ST MARCH 2020

10. CREDITORS: Amounts falling due within one year

	2020 £	2019 £
Grants payable	942	490
Accruals	3,840	3,840
	4,782	4,330

11. MOVEMENT IN FUNDS

	Balance at 01.04.19 £	Income £	Expenditure £	Gains/(Losses) £	Balance at 31.03.20 £
Unrestricted Funds					
General Fund	1,200,680	26,340	60,668	(66,273)	1,100,079
	1,200,680	26,340	60,668	(66,273)	1,100,079

Movement in funds – previous year

	Balance at 01.04.18 £	Income £	Expenditure £	Gains/(Losses) £	Balance at 31.03.19 £
Unrestricted Funds					
General Fund	1,212,597	27,084	56,051	17,050	1,200,680
	1,212,597	27,084	56,051	17,050	1,200,680

12. ANALYSIS OF FUND BALANCES BETWEEN NET ASSETS

	Unrestricted Funds £	Total £
Investments	1,021,926	1,021,926
Net current assets	78,153	78,153
	1,100,079	1,100,079

Analysis of fund balances between net assets – previous year

	Unrestricted Funds £	Total £
Investments	1,157,913	1,157,913
Net current assets	42,767	42,767
	1,200,680	1,200,680

13. TRANSACTIONS WITH TRUSTEES

No remuneration was paid to Trustees in the year (2019 - £nil).

No Trustees were reimbursed any expenses (2019 - £nil).

No Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity (2019 - £nil).