

REGISTERED COMPANY NUMBER: 1613085 (England and Wales)
REGISTERED CHARITY NUMBER: 284907

REPORT OF THE TRUSTEES AND CONSOLIDATED
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020
FOR
MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

Brindley Millen Ltd
Chartered Accountants and Statutory Auditors
167 Turners Hill
Cheshunt
Hertfordshire
EN8 9BH

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

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for the Year Ended 31 March 2020

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MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

REPORT OF THE TRUSTEES **for the Year Ended 31 March 2020**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the group for the year ended 31 March 2020. The trustees have adopted the provisions of 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).

OBJECTIVES AND ACTIVITIES

The charity has six key objectives:

- to preserve the natural environment of the Mudchute
- to promote for local people the opportunity of recreation and leisure on the Mudchute, especially the young, the elderly and those of limited economic means
- to advance the education of local people in countryside activities
- to promote animal welfare through engagement with the Farm
- to provide education and training for young people
- to promote conservation both of the natural and the built environment

Public benefit

The trustees have considered the Charity Commission guidance on public benefit and consider that the activities of the charity meet its charitable objects and provide a benefit to the public.

ACHIEVEMENT AND PERFORMANCE

Chair's review of the year

It is with great pride that I write this report as Chair of the Mudchute Park and Farm.

I can estimate that the Farm was visited by over 250,000 visitors this year, whether it was their first visit or a regular user of the park and farm.

The Mudchute has looked absolutely wonderful this year with the grass greener than I have seen it for years, fences repaired, flowers and fruit trees blooming, this is credit to the staff of which I have pleasure in knowing as friends as well as in a professional manner.

The staff, again, is being led by a brilliant professional team headed by Margaret and Vicki, every department has pulled out stops to make this a place that will be memorable for many years to come.

I am also honored to Chair a brilliant team of Trustees that bring a vast amount of skills and knowledge to the table each month and where their support to the Management Team has been second to none.

The Pandemic in March shook many charities and their struggle to survive became too obvious to us all, but I have to say that when Mudchute staff are put against a wall they come out fighting and that is exactly what was achieved throughout these terrible months.

Staff adapted to the challenge and the Mudchute continued under pressure to run smoothly each day.

There will be of course a financial implication to next year's accounts but for now, let me praise the whole team for pulling together and making the Mudchute Park and Farm the Magical place that we all love, and where memories will continually be made for thousands of visitors each year.

Margaret continues to apply for funding and has been extremely successful this year, I and the Trustee applaud her achievements.

A recent successful application enabled a food provision for families on low income fed twice a week, this was so popular that Margaret will look to repeat it.

A great relationship at last, has been made with the Allotments and the new Chair Martyn Daniels has been working with the staff team in putting together projects that enable people who are suffering with mental health issues, to spend the day on the farm and the allotments, planting and pruning, which again has been remarkably received.

Margaret relies on her dedicated Management Team to help steer the ship and together they have achieved miracles.

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

REPORT OF THE TRUSTEES for the Year Ended 31 March 2020

ACHIEVEMENT AND PERFORMANCE

Chair's review of the year (cont)

I would like to end this report with the brilliant news that our Director Margaret Tracey was awarded the BEM for her services to the local community, I think that says it all.

Lorraine Cavanagh OBE – Chair of The Mudchute Park and Farm
19th January 2021

Directors Report

This has been an exceptionally fruitful year for Mudchute. We have continued to provide a range of successful services for the immediate local community and those living in neighboring wards of Tower Hamlets.

Mudchute is and will always be willing to adapt its services in order to meet the prevailing needs of the local community. A classic example of this is the Food Project that was initiated early in 2020. Despite being situated in close proximity to the affluent Canary Wharf, there are areas of high unemployment and many of the residents of Tower Hamlets struggle financially. In 2019, in excess of 4000 residents in Tower Hamlets visited Food Banks and in order to support families who were struggling, the local authority initiated a project where local charities were invited to apply for funding which would enable them to provide, healthy, nutritious meals for those who needed support.

Mudchute successfully applied for funding and consequently, established a project which twice weekly provided cooked meals for local families. In addition to the provision of meals, a partnership was established with members of the Allotment Society who ran gardening and cooking sessions on how to grow produce that would provide a wholesome, affordable meals.

The success of Mudchute relies heavily on the commitment of its dedicated staff team and of course the invaluable input of volunteers and the past year has seen some significant changes in Management. I am greatly indebted to Tom Davies, our Farm Manager who was willing to take on the role of managing the Equestrian Centre when the previous Manager left to pursue another career. Despite the pressures of running the farm in somewhat difficult circumstances due to the emerging presence of Covid 19, Tom with the support of Kate Stewart and committed staff team has managed to keep the stables at a level one would expect of a Mudchute service.

I have previously mentioned the Covid 19 pandemic which has completely overtaken the world. Fortunately, the full effects of the Pandemic did not impact on Mudchute until the latter part of the Financial Year and we were able to keep most of our services running until the Government lockdown in March 2020. However, we are aware that there will be major financial implications for Mudchute in the coming year but hopefully as always; we will continue to offer local people much needed open, natural environment, where they will be able to find peace in the tranquility of the unique natural world that is Mudchute.

Equestrian

Work continues with the schools although the commercial riding seems to have decreased a little, this will be addressed with staff at their regular meetings.

We continue to get called upon at most of the community events to hold donkey rides and take the animals for residents to hold and learn about, although we get a financial income from this the event is free for attendees.

Farm

Our annual Agricultural show attracted hundreds of visitors who were delighted to see the rare breeds from all over the country on show, Mudchute's livestock continued to win vast amount of prizes from Best in Show and Breed Champions.

The Rare Breed programme continues to be a success and our livestock is sought after across the Country. The Sheep and Cattle made their annual visit to the Royal Parks to the delight of London visitors.

A great credit to the Leadership of Tom Davies our Farm Manager who has stepped up on many occasions this year.

Nursery

We are proud to say the Mudchute Nursery continues to be the most popular childcare provision on the Isle of Dogs, a waiting list was open and closed in one day because of the popularity.

Training of apprentices and inset days make for a high quality provision which is headed up brilliantly by Vicki Strong. The Nursery continues to be the main income source of the Mudchute Park and Farm.

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

REPORT OF THE TRUSTEES **for the Year Ended 31 March 2020**

Review of the Year

Education

The Education Department continues to attract hundreds of children who participate in growing project, such as growing their own vegetables, planting seeds in pots, nurturing and watching them grow.

Their presents on the farm is invaluable to the tidiness and the collection of rubbish, supporting Farm Staff in their everyday chores the children gain so much knowledge and freedom, it is such a learning curve for most of the children that use the Farm and positive results have come from it.

Children's Services

The last 12 months has been extremely productive, with the nursery still remaining one of the most used childcare provisions on the Isle of Dogs, going from strength to strength managing to maintain high levels of employment for local people and providing a much needed high quality childcare service in the area. Our waiting list was re- opened in February only for it to close again on the same day due to so many applications being submitted.

Our commitment to staff development and apprenticeships' remains paramount, ensuring all staff has access to ongoing training which is vital to their own development and the needs of the service. Currently, we have two apprentices undertaking level 3 in Education and Childcare and intend to recruit at least another 2 in the coming year.

We have three Inset Days scheduled during the year, this allows staff an opportunity to reflect on policies and procedures, look at planning and paperwork and up-date annual training which is essential to meet Ofsted requirement.

Our Sub-committee meetings have now been reinstated, where relevant issues affecting the service are discussed and opened up for consultation. Ingrid Best, Deputy Manager is taking a lead on this.

The end of the year ended on a disappointing note as In March 2020 the Government announced a National Lockdown Due Corvid 19. All Early Year's provisions were instructed to close and of course this affected the nursery. I would like to mention that Parents were exceptionally supportive during this difficult period and we are extremely grateful for the support they provided.

I would like to take this opportunity to thank all staff working in the Children's Services, for their continuous support and commitment to providing quality provision for the children in their care.

The Education Project

Once again, the Education Project has had an extremely rewarding year, successfully working with huge numbers of school groups and independent visitors throughout the year.

Continuing to work in partnership with schools to deliver the Science Curriculum; working closely with the Farm staff, groups of children and young people, undertake much needed open space work such as mulching flowerbeds and enhancing animal pens with their designs for animal enrichment.

Each week, small groups of children and young people are busy working in all areas of the Park & Farm, helping to maintain and improve the environment. The picnic area is a prime example of their achievement as plants, trees and shrubs are maintained regularly by the groups who attend weekly.

The Mudchute's children's growing project is now well established and 'from fork to plate' has now been achieved. Using our own vegetables, most of which have been grown from seed we have a series of great cooks in the making as they harvest and cook the produce, providing delicious wholesome meals. New ideas are developed regularly and the latest endeavor is to experiment with over ripe vegetables and fruit to grow new plants.

In addition to the regular groups, the Project has overseen thousands of children and young people visiting the Park & Farm. The staff team accommodating those who book for specific activities and those who visit independently. Bookings are flooding in already with schools now booking a year in advance so not to be disappointed.

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

REPORT OF THE TRUSTEES **for the Year Ended 31 March 2020**

The Park and Farm

2019 has been the usual busy year on the farm department with us running activities throughout all of the holidays working with the education department to deliver donkey rides as well as animal handling.

One of the biggest community events that we arrange is our Agricultural show and this year it didn't disappoint with the competitive sheep show have exhibitors attend from Norfolk, Leicestershire and Berkshire to name a few. Many rural crafts and home grown fruit and vegetables were on display too.

Around the shows ourselves we had another great year wining various best in shows and breed champions with the various breeds of sheep and poultry that we keep here at the farm.

The cross departmental working has meant that the farm tour numbers have increased with us seeing more schools through the farm tours.

We have continued with our various rare breed breeding programs across all species with animals finding home across the country, which is continuing to add to our reputation of producing high quality livestock.

The sheep and cattle have again taken part in the conservation grazing scheme in Green Park working in partnership with the Royal parks and Rare Breeds survival trust. As a result of all the publicity across all media platforms that this project generates our sheep undertook a similar grazing project pilot for the City of London Corporation on Hampstead Heath, let's hope that this continues.

Our thanks again to all of the corporate groups, work experience, school groups, volunteers and staff that have help us deliver another successful year at Mudchute.

The Stables

This year has been a busy year on the Equestrian Centre.

The work with several schools has continued giving them the opportunity to gain a foundation knowledge of stable management as well as learning the basics of horse riding too, some of the schools that we worked with included Cubitt town as well as two special needs schools.

The commercial riding lessons have remained fairly consistent although they have decreased slightly, we hope that this is only a temporary trend.

We have attended a LBTH community day working with the farm to provide donkey and pony rides to local children for free.

Work has started with an Organisation called Headstart based in Newham which has a wide range of activities for children from more a range of backgrounds but mainly aimed at underprivileged and ethnic family's, with us providing the horse riding and management side of the activities.

The staff has stayed the same and continue to work well.

We have had a couple of new additions on the horse front and hope that they settle well and fit into the work we undertake here at Mudchute.

The Allotments

Progress with LBTH and the allotments, meetings are being held to look at the lease and to resolve the long standing issue, we hope that this will be completed by the end of the year.

FINANCIAL REVIEW

Financial position

We continue to seek funding from various bodies to provide a varied programme of activities, we will also look at creative ways of increasing funds 'in house' by each department and to put pressure on LBTH to recognise the work of the Mudchute and the benefit it has on local people.

The total income for the year rose to £1,582,990 from £1,538,269 in 2019. This is due to an increase in Hire Fees and from the charitable activities of operating the park and farm.

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

REPORT OF THE TRUSTEES **for the Year Ended 31 March 2020**

The total expenditure also rose during the year from £1,539,553 to £1,604,134. This is due to the increased costs of running the park and farm.

Overall during the year there was a modest operating surplus before deducting depreciation charges.

Reserves policy

The trustees deem it prudent to hold 3 months running costs in unrestricted funds not allocated against fixed assets. As of 31st March 2020 we are in broadly in line with that level, with net current assets of approximately £200,000 and, in the event of a major incident preventing revenue generating activity, our running costs (excluding avoidable external costs) for three months would be approximately that amount.

Impact of Covid-19

Covid 19 has had an unprecedented effect on individuals, organisations & societies across the globe, and continues to be a source of significant uncertainty as to what extent normal day-to-day activities can take place. In terms of Mudchute, all public-facing services ceased during the first Government mandated lockdown in March 2020, and only a skeleton staff team remained on site to tend the animals and undertake other essential tasks. Since restrictions were eased slightly, some activities such as the nursery have re-opened with strict Covid protocols in place, but the main farm area has remained closed throughout in order to protect staff and members of the public.

Whilst the financial position of Mudchute has been adversely affected by Covid 19, the Trustees believe that it remains a Going Concern for the foreseeable future based on the Nursery revenues resuming, along with other incomes & grants (including the Coronavirus Job Retention Scheme and continued donations from various sources).

FUTURE PLANS

The trustees look forward with confidence to the year ahead, for a further year of solidly founded development of our activity. This includes both continuation of our services as well as pursuing discussions with LBTH to extend our lease for the long term and improve our public funding

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

This year we have had the pleasure of welcoming Michael Humber and Robyn Bruce onto our Board of Trustees

The Trustee Board continues to be strong with all key skills places being filled, young and vibrant Trustees with vision have great input and this has led to a very successful year.

The trustees of the Mudchute Association are selected in accordance with the various categories set out in our Articles of Association. The maximum number of trustees permitted is fifteen, and after year end an effort was made to recruit a mix of trustees to a number of vacant positions, reflecting particular skills and backgrounds that were sought. In addition to the experience and expertise of trustees, we continue to ensure meetings and trustee involvement takes place in a transparent and engaged manner, ensuring further training for those trustees concerned.

Administration, Finance and Staffing

A combination of Margaret Tracey, Vicky Strong and Finance Officer Zemichael Abrha, supported by other team members, have ensured the smooth running of the administration and finances of the association.

The year's financial performance was satisfactory, as we managed to record a modest operating surplus for the year - again against the challenging backdrop of expanding our scope of services and making a number of investments in our facilities.

Warren Bunce has continued to play a much appreciated role managing the IT, and Justine Aw has very kindly continued with the maintenance of our website and our excellent social media presence, giving us a significant saving each year.

Procedures and policies

This year Mudchute updated its Privacy Policy in compliance with new data protection laws (GDPR).

Key management remuneration

The trustees carry out an annual pay review to ensure that the charity's pay levels are fair, competitive and an effective use of charitable funds.

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

REPORT OF THE TRUSTEES
for the Year Ended 31 March 2020

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

1613085 (England and Wales)

Registered Charity number

284907

Registered office

Mudchute Farm
Pier Street
Isle of Dogs
London
E14 9HP

Company Secretary

K B Woeste

Senior Staff

M Tracey
V Strong

Trustees

M Barraclough
J Abbott Chair until 01.07.17
Mrs L Cavanagh Chair from 01.07.17
Mrs K P McTasney
R J Swindells
M Phillips
K B Woeste
R Bruce (appointed 11.12.19)
Ms L Draffan
Ms M Gray
M D Humber (appointed 11.12.19)
C Kemp
Ms C Kirkwood
Ms E Mangan (resigned 22.5.19)

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Barclays Bank plc	CAF Bank
Docklands	25 Kings Hill Avenue
Leicestershire	Kings Hill,
LE87 2BB	West Malling,
	Kent,
	ME19 4JQ

Auditors

Brindley Millen Ltd
Chartered Accountants and Statutory Auditors
167 Turners Hill
Cheshunt
Hertfordshire
EN8 9BH

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

REPORT OF THE TRUSTEES
for the Year Ended 31 March 2020

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of the group for the purposes of company law) are responsible for preparing the Report of the Trustees and the consolidated financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare consolidated financial statements for each financial year which give a true and fair view of the state of affairs of the group and its subsidiary and of the incoming resources and application of resources, including the income and expenditure, of the group and its subsidiary for that period. In preparing those consolidated financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures that must be disclosed and explained in the financial statements;
- prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the charitable company and its subsidiary will continue in business.

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

In so far as the trustees are aware:

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

AUDITORS

The auditors, Brindley Millen Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on**Mar 30, 2021**..... and signed on its behalf by:

L Cavanagh OBE
L Cavanagh OBE (Mar 29, 2021 20:36 GMT+1)

Mrs L Cavanagh - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

Opinion

We have audited the financial statements of Mudchute Association (Group Accounts) (the 'parent') and its subsidiary (the 'group') for the year ended 31 March 2020 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 March 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out in the notes to the financial statements, 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the consolidated financial statements is not appropriate; or
- the trustees have not disclosed in the consolidated financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the consolidated financial statements are authorised for issue.

Other information

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

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

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

Opinions on other matters prescribed by the Companies Act 2006

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

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

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

In preparing the consolidated financial statements, the trustees are responsible for assessing the group'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 group or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the consolidated financial statements

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

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

Use of our report

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

[mwbrindley](#)

[mwbrindley](#) (Mar 30, 2021 14:20 GMT+1)

Maurice Brindley BSc FCA (Senior Statutory Auditor)
for and on behalf of Brindley Millen Ltd
Chartered Accountants and Statutory Auditors
167 Turners Hill
Cheshunt
Hertfordshire
EN8 9BH

Date: Mar 30, 2021
Date:

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

(including consolidated income and expenditure account)

for the Year Ended 31 March 2020

	Notes	Unrestricted funds £	Restricted funds £	31.3.20 Total funds £	31.3.19 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	85,919	192,780	278,699	196,380
Charitable activities					
Charitable activities	4	1,028,542	-	1,028,542	1,050,804
Trading company		174,134	-	174,134	203,879
Investment income	3	98,254	-	98,254	86,680
Other income		<u>3,361</u>	<u>-</u>	<u>3,361</u>	<u>526</u>
Total		1,390,210	192,780	1,582,990	1,538,269
EXPENDITURE ON					
Raising funds	6	301,011	-	301,011	317,120
Charitable activities					
Charitable activities	7	1,124,567	150,305	1,274,872	1,191,215
Trading company		<u>28,251</u>	<u>-</u>	<u>28,251</u>	<u>31,218</u>
Total		1,453,829	150,305	1,604,134	1,539,553
NET INCOME/(EXPENDITURE)		(63,619)	42,475	(21,144)	(1,284)
Transfers between funds	18	<u>30,350</u>	<u>(30,350)</u>	<u>-</u>	<u>-</u>
Net movement in funds		(33,269)	12,125	(21,144)	(1,284)
RECONCILIATION OF FUNDS					
Total funds brought forward		289,894	418,673	708,567	709,851
TOTAL FUNDS CARRIED FORWARD		<u>256,625</u>	<u>430,798</u>	<u>687,423</u>	<u>708,567</u>

The notes form part of these financial statements

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS) (REGISTERED NUMBER: 1613085)

CONSOLIDATED BALANCE SHEET

At 31 March 2020

	Notes	Unrestricted funds £	Restricted funds £	31.3.20 Total funds £	31.3.19 Total Funds £
FIXED ASSETS					
Tangible assets	13	129,149	384,068	513,217	497,832
CURRENT ASSETS					
Stocks	15	2,234	-	2,234	2,560
Debtors	16	78,638	-	78,638	78,676
Cash at bank		<u>171,178</u>	<u>46,730</u>	<u>217,908</u>	<u>280,328</u>
		252,050	46,730	298,780	361,564
CREDITORS					
Amounts falling due within one year	17	(124,574)	-	(124,574)	(150,829)
NET CURRENT ASSETS		<u>127,476</u>	<u>46,730</u>	<u>174,206</u>	<u>210,735</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>256,625</u>	<u>430,798</u>	<u>687,423</u>	<u>708,567</u>
NET ASSETS		<u>256,625</u>	<u>430,798</u>	<u>687,423</u>	<u>708,567</u>
FUNDS	18				
Unrestricted funds				256,625	289,894
Restricted funds				<u>430,798</u>	<u>418,673</u>
TOTAL FUNDS				<u>687,423</u>	<u>708,567</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

Mar 30, 2021

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

L Cavanagh OBE

L Cavanagh OBE (Mar 29, 2021 20:36 GMT+1)

.....
Mrs L Cavanagh -Trustee

Michael Humber

Michael Humber (Mar 30, 2021 13:43 GMT+1)

.....
M D Humber -Trustee

The notes form part of these financial statements

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

BALANCE SHEET – MUDCHUTE ASSOCIATION ONLY

At 31 March 2020

	Notes	Unrestricted funds £	Restricted funds £	31.3.20 Total funds £	31.3.19 Total Funds £
FIXED ASSETS					
Tangible assets	13	126,254	384,068	510,322	493,699
Investments	14	<u>2</u>	<u>-</u>	<u>2</u>	<u>2</u>
		126,256	384,068	510,324	493,701
CURRENT ASSETS					
Stocks	15	1,221	-	1,221	1,215
Debtors	16	75,820	-	75,820	174,201
Cash at bank		<u>170,106</u>	<u>46,730</u>	<u>216,836</u>	<u>258,103</u>
		247,147	46,730	293,877	433,519
CREDITORS					
Amounts falling due within one year	17	(112,020)	-	(112,020)	(122,405)
		<u>135,127</u>	<u>46,730</u>	<u>181,857</u>	<u>311,114</u>
NET CURRENT ASSETS					
		<u>261,383</u>	<u>430,798</u>	<u>692,181</u>	<u>804,815</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>261,383</u>	<u>430,798</u>	<u>692,181</u>	<u>804,815</u>
NET ASSETS					
		<u>261,383</u>	<u>430,798</u>	<u>692,181</u>	<u>804,815</u>
FUNDS					
Unrestricted funds	18			261,383	386,142
Restricted funds				<u>430,798</u>	<u>418,673</u>
TOTAL FUNDS					
				<u>692,181</u>	<u>804,815</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on Mar 30, 2021 and were signed on its behalf by:

L Cavanagh OBE
L Cavanagh OBE (Mar 29, 2021 20:36 GMT+1)
Mrs L Cavanagh -Trustee

Michael Humber
Michael Humber (Mar 30, 2021 13:43 GMT+1)
M D Humber -Trustee

The notes form part of these financial statements

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 March 2020

	Notes	31.3.20 £	31.3.19 £
Cash flows from operating activities:			
Cash generated from operations	1	(4,772)	67,356
Interest paid		<u>(2,876)</u>	<u>(3,279)</u>
Net cash provided by (used in) operating activities		<u>(7,648)</u>	<u>64,077</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(58,022)	(14,417)
Sale of tangible fixed assets		<u>3,250</u>	<u>-</u>
Net cash provided by (used in) investing activities		<u>(54,772)</u>	<u>(14,417)</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		(62,420)	49,660
Cash and cash equivalents at the beginning of the reporting period		<u>280,328</u>	<u>230,668</u>
Cash and cash equivalents at the end of the reporting period		<u><u>217,908</u></u>	<u><u>280,328</u></u>

The notes form part of these financial statements

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 March 2020

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

	31.3.20	31.3.19
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(21,144)	(1,284)
Adjustments for:		
Depreciation charges	41,229	39,304
Profit in disposal of fixed asset	(1,842)	-
Interest paid	2,876	3,279
Decrease in stocks	326	781
Increase/(decrease) in debtors	38	(16,582)
(Decrease)/increase in creditors	<u>(26,255)</u>	<u>41,858</u>
Net cash provided by (used in) operating activities	<u>(4,772)</u>	<u>67,356</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.19	Cash flow	At 31.3.20
	£	£	£
Net cash			
Cash at bank and in hand	<u>280,328</u>	<u>(62,420)</u>	<u>217,908</u>
	<u>280,328</u>	<u>(62,420)</u>	<u>217,908</u>
Total	<u>280,328</u>	<u>(62,420)</u>	<u>217,908</u>

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE FINANCIAL STATEMENTS **for the Year Ended 31 March 2020**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements and assessment of going concern

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

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

The financial statements are presented in sterling (£).

Preparation of consolidated financial statements

The financial statements consolidate the results of the charity and its wholly owned subsidiary Mudchute Park & Farm Ltd (company no. 02713933) on a line-by-line basis. A separate Statement of Financial Activities and Income and Expenditure Account for the charity has not been presented because the Trust has taken advantage of the exemption afforded by section 408 of the Companies Act 2006.

Critical accounting judgements and key sources of estimation uncertainty

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimates are considered by the trustees to have most significant effect on amounts recognised in the financial statements.

Useful economic life of tangible fixed assets:

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Voluntary income is recognised when received. Grants, rental income and income from charitable activities is recognised when the charity becomes entitled to the monies. Amounts received in advance are deferred to the following financial year.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Tangible fixed assets are initially recognised at cost. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- at varying rates on cost
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 15% on reducing balance

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED **for the Year Ended 31 March 2020**

1. ACCOUNTING POLICIES - continued

Tangible fixed assets (cont)

Additions of new buildings constructed after 31 March 2000 will be depreciated over the lower of 20 years or the unexpired term of the lease on the net costs to the company after crediting all grants received for these building works.

Following the publication of FRS15 - Tangible Fixed Assets, the company has taken advantage of the transitional arrangements prior to the effective date of 23 March 2000 to retain the company's own revalued assets, certain leasehold land and buildings, at their book value of £538,766. The asset continues to be depreciated over the lease term, with annual transfers being made between the Revaluation Reserve and the Income Fund as set out in the accounting policies above.

The carrying values are reviewed at the year end for impairment if circumstances indicate that the full carrying value may not be recoverable.

Stocks

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

Taxation

The Association is a registered charity and is not liable to Income Tax or Corporation Tax on income derived from its charitable activities. Any taxable profits arising in the subsidiary non-trading company are liable to Corporation tax. Income for non-charitable activities may be subject to taxation. The Association is not registered for VAT.

Stocks

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

Debtors

Trade and other debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and in hand includes cash, current bank accounts and deposit bank accounts with no withdrawal limitations.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are recognised at their settlement amount.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

1. ACCOUNTING POLICIES – continued

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 settled 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.

2. DONATIONS AND LEGACIES

	Unrestricted funds £	Restricted funds £	31.3.20 Total funds £	31.3.19 Total Funds £
Voluntary Income	66,119	-	66,119	52,472
Grants	<u>19,800</u>	<u>192,780</u>	<u>212,580</u>	<u>143,908</u>
	<u>85,919</u>	<u>192,780</u>	<u>278,699</u>	<u>196,380</u>

Grants received, included in the above, are as follows:

	31.3.20 £	31.3.19 £
London Borough of Tower Hamlets	37,500	45,920
Jack Petchey Foundation	2,250	1,500
Canary Wharf Group Ltd	5,000	3,000
The Worshipful Company of Tin Plate Wire Workers	1,000	1,000
East End Community Foundation	36,800	31,000
The Worshipful Company of Fletchers	-	4,000
The Worshipful Company of Coopers	500	-
Valero Energy Ltd	5,000	5,000
Bewlay Charitable Trust	250	500
The Worshipful Company of Arbitrators	-	1,200
The Worshipful Company of Insurers	-	4,000
Big Lottery Fund	-	9,950
The Worshipful Company of Makers of Playing Cards	-	500
Co-operative Group Ltd	-	2,828
Lehman Brothers Foundation Europe	-	5,000
KEITS	-	500
One Housing Group Ltd	-	10,000
Osmani Trust	-	1,890
The Leathersellers' Company	15,000	15,000
State Street Bank and Trust Company	-	1,120
National Lottery Heritage Fund	25,650	-
The Northwick Trust	5,000	-
The London Marathon Charitable Trust	68,630	-
Change Grow Live	<u>10,000</u>	-
	<u>212,580</u>	<u>143,908</u>

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

3. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	31.3.20 Total Funds £	31.3.19 Total Funds £
Rents received	24,300	-	24,300	25,600
Hire of Facilities	<u>73,954</u>	<u>-</u>	<u>73,954</u>	<u>61,080</u>
	<u>98,254</u>	<u>-</u>	<u>98,254</u>	<u>86,680</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	31.3.20 £	31.3.19 £
Charitable activities	Charitable activities	1,028,542	1,050,084
Charitable activities	Trading company	<u>174,134</u>	<u>203,879</u>
		<u>1,202,676</u>	<u>1,253,963</u>

5. INCOME EARNED FROM OTHER ACTIVITIES

The wholly owned trading subsidiary Mudchute Park and Farm Limited is incorporated in the United Kingdom (company number 2713933). Mudchute Park and Farm Limited operates the livery, riding lessons and all other commercial trading operations carried on at the Mudchute Park and Farms. A summary of the trading results is shown below. The summary financial performance of the subsidiary alone is:

	31.3.20 £	31.3.19 £
Turnover	174,134	203,879
Cost of sales and administration costs	(212,067)	(217,149)
Other operating income	<u>3,361</u>	<u>526</u>
Net (loss)	<u>(34,572)</u>	<u>(12,744)</u>

The assets and liabilities of the subsidiary are:

Tangible assets	2,896	4,133
Current assets	4,904	32,209
Current liabilities	<u>(138,617)</u>	<u>(132,587)</u>
Total net (liabilities)	<u>(130,817)</u>	<u>(96,245)</u>
Aggregate share capital and reserves	<u>(130,817)</u>	<u>(96,245)</u>

6. RAISING FUNDS
Other trading activities

	Unrestricted funds £	Restricted funds £	31.3.20 Total Funds £	31.3.19 Total Funds £
Opening stock	1,345	-	1,345	1,926
Purchases	162,420	-	162,420	179,301
Staff costs	138,260	-	138,260	137,238
Closing stock	<u>(1,014)</u>	<u>-</u>	<u>(1,014)</u>	<u>(1,345)</u>
	<u>301,011</u>	<u>-</u>	<u>301,011</u>	<u>317,120</u>

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

7. CHARITABLE ACTIVITIES COSTS

	Direct costs	Support costs (See note 8)	Totals
	£	£	£
Charitable activities	1,265,828	9,044	1,274,872
Trading company	<u>25,857</u>	<u>2,394</u>	<u>28,251</u>
	<u>1,291,685</u>	<u>11,438</u>	<u>1,303,123</u>

8. SUPPORT COSTS

	Governance costs £
Charitable activities	9,044
Trading company	<u>2,394</u>
	<u>11,438</u>

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.3.20	31.3.19
	£	£
Auditors' remuneration	6,360	6,660
Depreciation - owned assets	41,229	39,304
Hire of plant and machinery	9,673	9,654
Surplus on disposal of fixed assets	<u>(1,842)</u>	<u>-</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2020 nor for the year ended 31 March 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2020 nor for the year ended 31 March 2019.

Key management personnel

The charity consider its key management personnel to comprise the trustees, the director general and the nursery manager. Total key management remuneration for the year was £96,669. (2019: £92,031)

11. STAFF COSTS

	31.3.20	31.3.19
	£	£
Wages and salaries	1,088,141	1,053,833
Social security costs	73,058	67,742
Other pension costs	<u>18,135</u>	<u>11,265</u>
	<u>1,179,334</u>	<u>1,132,840</u>

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

11. STAFF COSTS (cont)

The average monthly number of employees during the year was as follows:

	31.3.20	31.3.19
Charitable activities	38	38
Office and management	6	5
Trading company	<u>6</u>	<u>6</u>
	<u>50</u>	<u>49</u>

No employees received emoluments in excess of £60,000.

12. COMPARATIVES FOR THE CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	86,120	110,260	196,380
Charitable activities			
Charitable activities	1,050,804	-	1,050,804
Trading company	203,879	-	203,879
Investment income	86,680	-	86,680
Other income	<u>526</u>	<u>-</u>	<u>526</u>
Total	1,428,009	110,260	1,538,269
EXPENDITURE ON			
Raising funds	317,120	-	317,120
Charitable activities			
Charitable activities	1,052,881	138,334	1,191,215
Trading company	<u>31,218</u>	<u>-</u>	<u>31,218</u>
Total	1,401,219	138,334	1,539,553
NET INCOME/(EXPENDITURE)	26,790	(28,074)	(1,284)
RECONCILIATION OF FUNDS			
Total funds brought forward	263,104	446,747	709,851
TOTAL FUNDS CARRIED FORWARD	<u>289,894</u>	<u>418,673</u>	<u>708,567</u>

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

13. TANGIBLE FIXED ASSETS (group)

	Short leasehold £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2019	1,045,686	29,327	125,052
Additions	42,799	-	6,288
Disposals	-	(5,934)	-
	<u>1,088,485</u>	<u>23,393</u>	<u>131,340</u>
At 31 March 2020			
	<u>1,088,485</u>	<u>23,393</u>	<u>131,340</u>
DEPRECIATION			
At 1 April 2019	577,509	26,568	105,489
Charge for year	30,658	338	6,462
Eliminated in disposal	-	(4,526)	-
	<u>608,167</u>	<u>22,380</u>	<u>111,951</u>
At 31 March 2020			
	<u>608,167</u>	<u>22,380</u>	<u>111,951</u>
NET BOOK VALUE			
At 31 March 2020	<u>480,318</u>	<u>1,013</u>	<u>19,389</u>
At 31 March 2019	<u>468,177</u>	<u>2,759</u>	<u>19,563</u>
		Computer equipment	Totals
	Motor vehicles £	£	£
COST			
At 1 April 2019	52,479	9,485	1,262,029
Additions	7,800	1,135	58,022
Disposals	-	-	(5,934)
	<u>60,279</u>	<u>10,620</u>	<u>1,314,117</u>
At 31 March 2020			
	<u>60,279</u>	<u>10,620</u>	<u>1,314,117</u>
DEPRECIATION			
At 1 April 2019	48,104	6,527	764,197
Charge for year	3,043	728	41,229
Eliminated on disposal	-	-	(4,526)
	<u>51,147</u>	<u>7,255</u>	<u>800,900</u>
At 31 March 2020			
	<u>51,147</u>	<u>7,255</u>	<u>800,900</u>
NET BOOK VALUE			
At 31 March 2020	<u>9,132</u>	<u>3,365</u>	<u>513,217</u>
At 31 March 2019	<u>4,375</u>	<u>2,958</u>	<u>497,832</u>

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

Additions of new buildings erected after 31 March 2000 will be shown at cost less related capital grants received.

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020****13. TANGIBLE FIXED ASSETS (parent)**

	Short leasehold	Fixtures and fittings	Motor vehicles	Computer equipment	Totals
	£	£	£	£	£
COST					
At 1 April 2019	1,045,686	113,490	52,479	8,782	1,220,437
Additions	<u>42,799</u>	<u>6,288</u>	<u>7,800</u>	<u>-</u>	<u>56,887</u>
At 31 March 2020	<u>1,088,485</u>	<u>119,778</u>	<u>60,279</u>	<u>8,782</u>	<u>1,277,324</u>
DEPRECIATION					
At 1 April 2019	577,509	95,301	48,104	5,824	726,738
Charge for year	<u>30,658</u>	<u>6,119</u>	<u>3,043</u>	<u>444</u>	<u>40,264</u>
At 31 March 2020	<u>608,167</u>	<u>101,420</u>	<u>51,147</u>	<u>6,268</u>	<u>767,002</u>
NET BOOK VALUE					
At 31 March 2020	<u>480,318</u>	<u>18,358</u>	<u>9,132</u>	<u>2,514</u>	<u>510,322</u>
At 31 March 2019	<u>468,177</u>	<u>18,189</u>	<u>4,375</u>	<u>2,958</u>	<u>493,699</u>

14. FIXED ASSET INVESTMENTS

The investment comprises 100% of the share capital of Mudchute Park and Farm Limited (Company number 2713933) a wholly owned subsidiary.

15. STOCKS

	Group 31.03.20	Group 31.03.19	Charity 31.03.20	Charity 31.03.19
	£	£	£	£
Stocks	<u>2,234</u>	<u>2,560</u>	<u>1,221</u>	<u>1,215</u>
	<u>2,234</u>	<u>2,560</u>	<u>1,221</u>	<u>1,215</u>

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 31.03.20	Group 31.03.19	Charity 31.03.20	Charity 31.03.19
	£	£	£	£
Trade debtors	14,909	26,986	12,477	20,365
Other debtors	31,757	49,058	31,561	47,225
Prepayment and accrued income	31,972	2,632	31,782	2,446
Due from subsidiary	<u>-</u>	<u>-</u>	<u>-</u>	<u>104,165</u>
	<u>78,638</u>	<u>78,676</u>	<u>75,820</u>	<u>174,201</u>

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**
for the Year Ended 31 March 2020**17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	Group 31.03.20 £	Group 31.03.19 £	Charity 31.03.20 £	Charity 31.03.19 £
Trade creditors	20,849	19,872	18,073	13,394
Social security and other taxes	19,838	17,133	17,385	15,013
Deferred income and other creditors	72,182	100,214	67,809	83,694
Accrued expenses	<u>11,705</u>	<u>13,610</u>	<u>8,753</u>	<u>10,304</u>
	<u>124,574</u>	<u>150,829</u>	<u>112,020</u>	<u>122,405</u>

18. MOVEMENT IN FUNDS

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
Unrestricted funds				
General funds	288,934	(63,619)	30,350	255,665
Fairy Garden Project	<u>960</u>	<u>-</u>	<u>-</u>	<u>960</u>
	289,894	(63,619)	30,350	256,625
Restricted funds				
Building	329,453	(20,604)	-	308,849
Minibus fund	3,709	(927)	-	2,782
Nature Trail	30,584	(1,328)	-	29,256
Treehouse Project	12,293	(738)	-	11,555
Arena Refurbishment project	<u>42,634</u>	<u>66,072</u>	<u>(30,350)</u>	<u>78,356</u>
	<u>418,673</u>	<u>42,475</u>	<u>(30,350)</u>	<u>430,798</u>
TOTAL FUNDS	<u>708,567</u>	<u>(21,144)</u>	<u>-</u>	<u>687,423</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General funds	1,390,210	(1,453,829)	(63,619)
Restricted funds			
Building	-	(20,604)	(20,604)
Minibus fund	-	(927)	(927)
Sundry restricted grants	124,150	(124,150)	-
Nature Trail	-	(1,328)	(1,328)
Treehouse Project	-	(738)	(738)
Arena Refurbishment project	<u>68,630</u>	<u>(2,558)</u>	<u>66,072</u>
	<u>192,780</u>	<u>(150,305)</u>	<u>42,475</u>
TOTAL FUNDS	<u>1,582,990</u>	<u>(1,604,134)</u>	<u>(21,144)</u>

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

18. MOVEMENT IN FUNDS – continued

Comparatives for movement in funds

	At 1.4.18 £	Net movement in funds £	At 31.3.19 £
Unrestricted funds			
General funds	262,144	26,790	288,934
Fairy Garden Project	<u>960</u>	<u>-</u>	<u>960</u>
	263,104	26,790	289,894
Restricted funds			
Building	351,372	(21,919)	329,453
Minibus fund	4,946	(1,237)	3,709
Nature Trail	31,997	(1,413)	30,584
Treehouse Project	13,077	(784)	12,293
Arena Refurbishment project	<u>45,355</u>	<u>(2,721)</u>	<u>42,634</u>
	<u>446,747</u>	<u>(28,074)</u>	<u>418,673</u>
TOTAL FUNDS	<u>709,851</u>	<u>(1,284)</u>	<u>708,567</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General funds	1,428,009	(1,401,219)	26,790
Restricted funds			
Building	-	(21,919)	(21,919)
Minibus fund	(1)	(1,236)	(1,237)
Sundry restricted grants	87,260	(87,260)	-
Nature Trail	-	(1,413)	(1,413)
Apprenticeship scheme	23,000	(23,000)	-
Treehouse Project	1	(785)	(784)
Arena Refurbishment project	<u>-</u>	<u>(2,721)</u>	<u>(2,721)</u>
	<u>110,260</u>	<u>(138,334)</u>	<u>(28,074)</u>
TOTAL FUNDS	<u>1,538,269</u>	<u>(1,539,553)</u>	<u>(1,284)</u>

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

18. MOVEMENT IN FUNDS – continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.18 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
Unrestricted funds				
General funds	262,144	(36,829)	30,350	255,665
Fairy Garden Project	<u>960</u>	<u>-</u>	<u>-</u>	<u>960</u>
	263,104	(36,829)	30,350	256,625
Restricted funds				
Building	351,372	(42,523)	-	308,849
Minibus fund	4,946	(2,164)	-	2,782
Nature Trail	31,997	(2,741)	-	29,256
Treehouse Project	13,077	(1,522)	-	11,555
Arena Refurbishment project	<u>45,355</u>	<u>63,351</u>	<u>(30,350)</u>	<u>78,356</u>
	<u>446,747</u>	<u>14,401</u>	<u>(30,350)</u>	<u>430,798</u>
TOTAL FUNDS	<u>709,851</u>	<u>(22,428)</u>	<u>-</u>	<u>687,423</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General funds	2,818,219	(2,855,048)	(36,829)
Restricted funds			
Building	-	(42,523)	(42,523)
Minibus fund	(1)	(2,163)	(2,164)
Sundry restricted grants	211,410	(211,410)	-
Nature Trail	-	(2,741)	(2,741)
Apprenticeship scheme	23,000	(23,000)	-
Treehouse Project	1	(1,523)	(1,522)
Arena Refurbishment project	<u>68,630</u>	<u>(5,279)</u>	<u>63,351</u>
	<u>303,040</u>	<u>(288,639)</u>	<u>14,401</u>
TOTAL FUNDS	<u>3,121,259</u>	<u>(3,143,687)</u>	<u>(22,428)</u>

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

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

Nature Trail represents monies given to improve pathways and accessibility to the farm site.

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

Arena refurbishment project monies given to rebuild the riding arena.

MUDCHUTE ASSOCIATION (GROUP ACCOUNTS)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

18. MOVEMENT IN FUNDS – continued

Transfers between funds

During the year the sum of £30,350 was transferred from the Arena Refurbishment fund to general funds. This represents restricted monies given for the construction of the Arena which had previously been covered by the general fund. Funding for the Arena was received in the current financial year.

19. RELATED PARTY DISCLOSURES

During the year, total salary payments of £38,214 (2019: £25,102) were made to two adult children, daughter in law and granddaughter of the general manager, who were employed by the charity. These transactions were in the normal course of the charity's operations.

The balance due from the Mudchute Park and Farm to the Mudchute Association of £126,061 has been fully provided for as a bad debt provision within the individual parent company accounts as it is considered unlikely that this sum will be recoverable in full.

20. COVID-19

The restrictions imposed on organisations following the Covid-19 outbreak has affected the charity in that a number of the charity's income producing activities had to cease for sometime. However it is envisaged that the charity shall be able to fully open up again during 2021 and the trustees believe that the charity has sufficient reserves to carry on providing services to local people for the foreseeable future.