

KING GEORGE'S FIELD, MILE END  
*Audited Financial Statements*  
*for the year ended 31 March 2019*

# KING GEORGE'S FIELD, MILE END

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## KING GEORGE'S FIELD, MILE END

### REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEE AND ADVISERS FOR THE YEAR ENDED 31 MARCH 2019

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**Trustee:** London Borough of Tower Hamlets

**Principal Office:** London Borough of Tower Hamlets  
Mulberry Place  
5 Clove Crescent  
London  
E14 2BG

**Auditors:** Arnold Hill & Co LLP  
Craven House  
16 Northumberland Avenue  
London  
WC2N 5AP

**Charity Number:** 1077859

## **REPORT OF THE TRUSTEE**

### **For the Year Ended 31 March 2019**

The trustee presents its report and the financial statements for the year ended 31 March 2019.

#### **Explanatory Note:**

King George's Field, Mile End Charity is a registered charity. It is referred to throughout this report as the "Charity".

### **1. Structure, Governance and Management**

The King George's Fields charity is registered with the Charity Commission as King George's Field, Mile End Charity, registered number 1077859.

The King George's, Field Mile End charity is governed by a Trust Deed. The King George's, Field Mile End charity is unincorporated, and the charitable trust is established by a Scheme of the Charity Commission dated 28th February 2000.

The Council as Trustee holds the freehold land referred to in this report on behalf of the Charity.

The King George's Field, Mile End Charity Board (which sits as a committee) was established by section 3.3.12 of the Council's Constitution, which gives it the following functions:

- To administer the affairs of the King George's Fields charity and discharge all the duties of the Council as sole trustee of the Charity
- To administer the affairs and discharge the duties of trustee of such other charities controlled by the Council as the Executive might authorise. The Executive function is to discharge all functions not specified as the responsibility of the full Council or of any other Committee, where the Mayor has delegated his powers to the Cabinet as set out in the Executive Scheme of Delegation.

For Mile End Park and Stepney Green Park annual Management Plans are produced, which is geared to the annual Green Flag campaign, and looks at the park for the period January to December.

The Parks Service within Tower Hamlets Council was restructured into the Arts, Parks and Events Service during 2012/2013. Key responsibility for this service rests with the Head of Arts, Parks and Events. Mile End Park is managed by the Parks Manager and the day to day running of Mile End Park is delegated to the Parks Development Officer (Community); Parks Development Officer (Infrastructure) and Parks Community Involvement Officer (Young People).

The original Trust Deed, and the subsequent variations, which are referred to below, also dealt with the use of other open space and park areas, within what is now the London Borough of Tower Hamlets. These other areas are managed by other Council employees.

### **2. Objectives and Activities**

The Charity's objectives are set out in the Trust Deed, dated 9<sup>th</sup> November 1965, and a Deed of Variation, date 9<sup>th</sup> January 1997. They are as follows:

- To preserve in perpetuity the covenanted land and to apply the land to such charitable purposes as are set out in the Recreational Charities Act 1958, including the construction of indoor recreational facilities, subject to the approval of the National Playing Fields Association and the Charity Commission in respect of any additional purposes.

Generally, the Charity maintains the area of Mile End Park, and the other open spaces within King George's Field, Mile End, for the recreation of the general public, including but not limited to the inhabitants of the London Borough of Tower Hamlets. The other park and open space areas are managed to achieve similar objectives.

The land is managed by Tower Hamlets Parks and Open Spaces whose service priorities are as follows:

- Strives to make all parks and open spaces within Tower Hamlets places where people feel safe, secure, and that visiting such green spaces is an enjoyable experience.
- Recognises the importance of parks and green spaces as major community assets.
- Fully recognises the importance and benefits of parks and open spaces as places for recreation, leisure and play for all communities within Tower Hamlets.
- Recognises the importance of the Borough's parks and open spaces and ensures that all of our wide-ranging communities and partners have equal opportunities to use them.
- Encourages the historical heritage of many of Tower Hamlets parks and open spaces and works closely with colleagues and partners alike to protect such cultural assets.
- Manages and maintains the Borough's parks and open spaces on behalf of the communities we serve.

The key landscape design aims for all Tower Hamlets parks and open spaces will inform any future developments in Mile End Park:

- Retain the open, green aspect of the park
- Retain and enhance the main desire lines but avoid criss-crossing the park with paths
- Enhance the public's feelings of security
- Enhance nature conservation and biodiversity
- Enhance and manage boundary and other planting
- Provide public art features that increase the visual interest and identity of the site and involve the community
- Enhance the attractiveness of the park
- Establish a positive site identity that is clear from within and outside the park
- Focus formal design and ensure that this sight line remains open for all time

London Borough of Tower Hamlets, as Corporate Trustee, is aware of the Charity Commission's guidance on Public Benefit and believes this has been followed as outlined below.

#### **Compliance with Public Benefit Requirements:**

The Charity has maintained the lands within Mile End Park and other King George's Field Trust sites to an acceptable standard with ongoing improvements implemented listed in the above investments.

The parks continue to be well used supporting as they do a number of key facilities:

- Mile End Leisure Centre
- Stepney Green artificial football pitch
- Playgrounds
- Outdoor activities centre including BMX track
- Various water features
- Areas of biodiversity
- Pavilions with free activity

- Outdoor gym equipment
- Programme of events and workshops
- Variety of spaces for walks and informal sports activity

### 3. Achievements and Performance

#### General:

- The park retained its Green Flag status for 2018.
- 16,475 people benefited from events and activities. Table 1 provides a breakdown of beneficiaries.
- There were 264 workshops and activity session provided and 6 events held in Mile End Park.

#### Corporate volunteering:

- 1,456 volunteers from April 2018
- 12,000 naturalised bulbs planted this year with corporate volunteers

#### Events and Activities in Mile End Park this year:

The service carried out a high level, as shown in Table 1 below, of successful community events and children's activities within the Mile End Children's Pavilion and elsewhere in the park.

During the period of 2018/19 a number of activities were delivered including pizza making, arts & crafts and gardening workshops. The main premise was to allow residents to take part in meaningful and engaging activities and explore Mile End Park. The team also delivered a vast amount of community engagement events such as, A Day By The Sea-Side, Annual Friends of Mile End Park Dog Show and Healthy Lifestyles Day in line with Mile Children's Centre.

Table 1:

	Stay and Play	MEP workshop activity	MEP Events
Total individuals benefiting/taking part	8,547	3,428	4,500
Number of events and activities	243	21	6

#### Events and Activities in Mile End Park Arts and Ecology Pavilions:

The Arts and Ecology Pavilions hosted a number of free to access days for the public and commercial bookings across the year to support community engagement and income generation. A summary of the bookings is provided in Table 2, below.

Table 2: Summary of bookings

	Arts Pavilion (number of days)	Eco Pavilion (number of days)
Private	13	50
Exhibition (including set up)	78	0
Exams (QMUL)	37	37
Community	9	27
Public access	69	25

**Pavilion highlights:****Summer of Art Exhibition**

Three days of free to access exhibition and workshops including Chinese brush painting, paper marbling.

**Windrush: Portrait of a Generation**

Free to access photography exhibition celebrating the Caribbean community in London and their contribution to our society. Part of Black History Month offer and Photomonth.

**Essential School Of painting**

Bethnal Green Fine Art School end of year showcase featuring Bob and Roberta Smith.

**Urban Makers east - Maker's fayres**

Very successful Summer and Winter craft fayres in the Ecology Pavilion showcasing local craft makers and their products.

**East London Printmakers**

Annual showcase of the ELP members works.

**Arts Sector networking event**

Annual event well attended by Tower Hamlets arts and cultural sector.

**Tower Hamlets in Bloom**

Annual awards ceremony for resident gardeners

**St Georges and Xmas tea dances**

Highly popular tea dances for the over 50's.

There were also:

- Four Blood Donor Sessions
- Two weeks of the Junior Citizens Programme open to all Tower Hamlets schools
- Highway's disability access day
- Tower Hamlets draft waste strategy consultancy day
- Friends of Mile End Park Annual General Meeting FOMEP
- School sports engagement days
- A number of community events hosted by local organisations or internally.

**Ecology Pavilion**

- 16<sup>th</sup> & 17<sup>th</sup> July Urban Makers fayre
- June 14<sup>th</sup> Tower Project jobs fayre
- July 6<sup>th</sup> and 7<sup>th</sup> Urban Maker's Market
- July 21<sup>st</sup> Eid Market

**Mile End Park Friends Group:**

Rangers continue to work with and support the Friends of Mile End Park who organise events and act as a critical friend regarding development of plans and priorities.

**Other community engagement schemes:**

Across the park and pavilions a range of community engagement schemes are supported including:

- Volunteer schemes
- Community Garden schemes

- Tower Hamlets in Bloom - annual garden competition
- Community arts exhibitions

#### **Biodiversity Activities and Achievements:**

The Streaked Bombardier Beetle is extremely rare in Britain. It has been found on only four sites in recent years, all of them in East London, and is thought to survive on only one of these. It was found in Mile End Park in 2010 but may have been lost because the site became too overgrown. This site has recently been restored. The beetle is associated with brownfield sites, favouring sparse vegetation with plenty of bare, stony ground. It will benefit from actions which increase open mosaic habitats. Specific targeted actions are to maintain the former site in Mile End Park in a suitable state for the beetle, and to create areas of bare ground with stones and rocks as part of open mosaic habitats.

#### **Investments made:**

In addition to the usual repairs and maintenance regime monies were invested in the following:

- Installation of picnic benches to the rear of the Arts Pavilion
- 2nd phase of planting up gaps in central reservation
- Installation of bamboo fencing in growing area
- Increased storage at Arts Pavilion for exhibition boards
- Distribution of 100 tonnes of wood chip for woodland walks
- Purchase gardening tools for use by volunteers
- Improved security at pavilions with three new CCTV cameras
- Installation of information boards throughout Mile End Park

## **4. Financial Review**

The full year's accounts are attached to this annual report.

All income generated within the KGFT lands go to the Charity's accounts to support the public access to good quality sports and leisure facilities.

The Charity generates income to fund the maintenance of the park and its programme of activities. This income is generated through:

- Rentals of shop/restaurant units plus climbing wall centre. These properties are managed by Council's Asset Management team. They have outsourced the management of the shop units under the green bridge. The external company collect rents and service charges, reviews leases and find tenants for any vacant lots.
- Operation of car parking spaces, these being in Haverfield Road and Lawton Road (by green bridge). These are managed by the Council's parking services.
- Corporate volunteer schemes. Managed by the Parks Team these provide a useful volunteer work force for maintenance of the park and also income from a fee per participant.
- Hire of artificial football pitch at Stepney Green. Managed by the Parks Team. The site does generate a small surplus and the majority of the teams using the facility are local to Tower Hamlets and the fees are amongst the cheapest in London.
- Hire of pavilions for weddings, private parties and exhibitions. Bookings are managed and staffed by parks personnel, including a pool of casual events staff. Facilities Management manage the utility bills, cleaning and maintenance.
- Commercial activity such as fairgrounds and film locations. These are managed by the Council's Festivals and Events team with the income coming to the Charity.



The Charity's financial position at the end of 2018/19 shows a decrease in net assets of £9,551 to £16,396,069 (2017/18: £16,405,620) driven largely by a reduction within our endowment funds of £102,692, offset by increases in unrestricted funds of £93,141.

The Charity's endowment funds totalling £16,112,816 (2017/18: £16,215,508), include tangible and investment fixed assets. Tangible fixed assets totalling £9,931,716 (2017/18: £10,009,608), support the public access to good quality sports and leisure facilities, including Mile End and Stepney Green Park as well as the pavilions and football pitches on park lands. Investment assets totalling £6,181,100 (2017/18: £6,205,900), are held to generate rental income to further support the charitable objects of the Trust.

The Charity's unrestricted fund totalling £283,253 (2017/18: £190,112) comprises the cumulative remaining surplus at the year-end. All rental income arising from investment assets held in the endowment fund is credited directly to this fund. The unrestricted fund is available to use in carrying out the charitable objects of the Charity.

The Charity currently does not have a policy on level of reserves since the sole Trustee is the London Borough of Tower Hamlets, which meets in full the Charity's net expenditure, so the Charity's funding is secured. The Trust Charity Board therefore has not set up any financial reserves to protect against any unforeseen fluctuations in income or expenditure.

There are no material uncertainties regarding the Charity's ability to continue and to meet its on-going liabilities for the next 12 months. Therefore, the accounts are prepared on a going concern basis.

#### **Risk Management:**

The key risks to the Charity include financial, reputational and public safety risks.

#### **Income generation**

The Park management team, on behalf of the Charity, acts to create a sustainable income stream to support the maintenance of the park and its infrastructure.

The Green Bridge rental units provide a significant contribution to the Charity's income stream.

In relation to this property rental income stream we have identified the following risks:

- Non payment of rent/arrears
- Tenants vacating/serving Notice
- Breaches of leases

To mitigate against the above risks a competent lettings agent, appointed by the Council, manages the tenancy arrangements for the Green Bridge rental units to ensure best value and good management of tenants.

#### **Rental arrears**

The lettings agent takes a proactive approach to monitoring rental income and take early intervention if there are any issues identified with a tenant. If required, the council can undertake debt recovery action ensuring rent is received and arrears are managed.

#### **Tenants vacating/serving Notice**

Historically the rental units have been fully occupied with a low turnover of tenants. Some of the units have been occupied by the same tenants for over ten years and during the pandemic only one tenant ceased to trade, and they easily assigned their lease, showing the resilience of the location. The location

is attractive to a wide range of businesses due to its proximity to Mile End tube station, a nearby university and residential areas that provide a high level of footfall.

With a large number of the tenants benefitting from Security of Tenure under the Landlord and Tenant Act 1954, they would have to serve notice on the landlord to leave. As a result, there will be at least a 3-month notice period, which will assist in the marketing of the unit and would hopefully mitigate the risk of a void period and loss of income. In the event of a unit being vacant for a period of time the Charity could utilise the council's Meanwhile Use programme to temporarily occupy a vacant unit with a 'pop-up' shop, thereby maintaining the vitality of the location. It also has the impact of maintaining occupation, and therefore mitigates void costs, as well as the risk of squatters.

### **Breaches of leases**

Leases are monitored by the letting agent and the Park management team with support from the council's enforcement and legal teams if required. This approach enables any breaches or compliancy issues to be resolved as quickly as possible.

In addition to rental income, the Charity also relies on income generated through the venue hire of the Arts and Ecology Pavilions. The Park management team promotes and manages bookings for the pavilions, which are now well-established venues for weddings, private, commercial and corporate events that generate income. Improvements include setting up an Instagram account, which has helped to increase the number of enquiries and bookings. Although there are peak periods for hirers (spring to autumn), the Park management team continue to diversify the range of clients and adapt to changing market considerations.

### **Costs of Repairs and Maintenance**

The Park management team operates a comprehensive inspection and repair regime for the Charity's land and facilities. In addition, the Charity reinvests some of the income generated through hires to upgrade facilities and equipment to ensure its open spaces and buildings are safe and welcoming places for the public and commercial tenants and venue hirers.

In addition, the council's Facilities Management team undertake regular preventative maintenance and surveys. This overall approach of maintaining and investing reduces the risk of significant building/facility failures that could lead to larger and unplanned for repairs and/or replacement costs.

### **Reputational and Safety Risks**

As outlined above, income from tenancies and hires is utilised to undertake repairs and maintenance of the Charity's assets. This approach enables the Charity to ensure Health and Safety legislation is complied with and that the buildings remain in a good state of repair. As the venues are hired out regularly, it is important both operationally and reputationally that the buildings are well maintained.

The Parks management team implements safe practices for the parks and amenities including regular patrols by Park Rangers with any issues recorded and reported to management. There are operational procedures for the regular inspection and maintenance of play and gym equipment by trained park staff and independent play inspectors. These operating procedures have been developed in line with the relevant guidance and reviewed by the council's Corporate Health and Safety team.

Additional monitoring and maintenance of the Charity's park lands is undertaken by the Council's Green Team who ensure that the land is well maintained. The combination of regular Park patrols and Green Team maintenance helps to ensure that the Charity's land is well maintained and a safe environment for people to visit.

## 5. Reference and Administrative details

**Charity Name:** The King George's, Field Mile End Charity

**Other name the charity uses:** King George's Fields Stepney (Previous name)

**Registered charity number:** 1077859

**Principal Address:**

London Borough of Tower Hamlets  
Mulberry Place  
5 Clove Crescent  
London  
E14 2BG

**Auditors:**

Arnold Hill & Co LLP  
Craven House  
16 Northumberland Avenue  
London  
United Kingdom  
WC2N 5AP

**Bankers:**

RBS  
Sort Code: 60-03-19  
Account No: 75666952

**Solicitors:**

The Charity's solicitors are the Legal Service of the London Borough of Tower Hamlets.

**The King George's Field Charity Board:**

The Board consisted of the Cabinet with the following members for the financial year 2018/19 until present. Changes to the Cabinet's composition can be made by the Mayor at any time and any such changes in this period were reflected concurrently in the Board's membership.

2018-19 to present	Appointed	Retired
Mayor John Biggs	Prior to start of period	NA
Councillor Sirajul Islam	Prior to start of period	NA
Councillor Rachel Blake	Prior to start of period	NA
Councillor Asma Begum	23/05/18	NA
Councillor Amina Ali	Prior to start of period	03/06/20
Councillor David Edgar	Prior to start of period	03/06/20
Councillor Danny Hassell	23/05/18	NA
Councillor Denise Jones	Prior to start of period	16/05/19
Councillor Candida Ronald	23/05/18	NA
Councillor Motin Uz-Zaman	23/05/18	NA
Councillor Dan Tomlinson	03/06/20	01/09/21

Councillor Eve McQuillan	03/06/20	01/09/21
Councillor Asma Islam	03/06/20	NA
Councillor Kahar Chowdhury	01/09/21	NA
Councillor Mufeedah Bustin	03/06/20	NA
Councillor Sabina Akhtar	16/05/19	NA
Councillor Abdul Mukit	Prior to start of period	23/05/18
Councillor Joshua Peck	Prior to start of period	07/05/18
Councillor Amy Whitelock Gibbs	Prior to start of period	07/05/18



JOHN BIGGS

The Mayor of the London Borough of Tower Hamlets on behalf of the trustee (London Borough of Tower Hamlets)

Date: 03/02/2022

## **STATEMENT OF TRUSTEE RESPONSIBILITIES**

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

Law applicable to charities in England and Wales requires the trustee to prepare financial statements for each financial year which give a true and fair view of the incoming resources and application of the resources of the charity during the year and of its state of affairs at the end of the year. In preparing these financial statements the trustee is required to:

- Select suitable accounting policies and apply them consistently;
- Observe the methods and principles in the Charities 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 operation;

The trustee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the Charity's constitution. 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.

## **APPOINTMENT OF AUDITORS**

In line with the requirements of the Charity Commission, the trustee appointed Arnold Hill & Co LLP (Chartered Accountants) as the auditors of the charity.



JOHN BIGGS

The Mayor of the London Borough of Tower Hamlets on behalf of the trustee (London Borough of Tower Hamlets)

Date: 03/03/2022

**KING GEORGE'S FIELD, MILE END**  
**AUDITOR'S REPORT TO THE MEMBERS OF KING GEORGE'S FIELD, MILE END**

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**Opinion**

We have audited the financial statements of King George's Field, Mile End (the 'charity') for the year ended 31 March 2019 which comprise the statement of financial activities, the balance sheet and the 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2019 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

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

**Conclusions relating to going concern**

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

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

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

**Other information**

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustee are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**Matters on which we are required to report by exception**

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

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

**Responsibilities of the Trustee**

As explained more fully in the Statement of Trustee Responsibilities, the trustee is responsible for the preparation of the accounts and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, the trustee is responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustee either intend to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the

aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

#### **Detection of fraud and breaches of regulations**

To identify risks of material misstatement due to fraud, we considered events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to do so. Our approach included:

- using analytical procedures to identify unusual relationships;
- reading minutes of trustee meetings;
- discussing charity policies and procedures on fraud detection and prevention with trustee, and enquiring about any knowledge of actual, alleged or suspected fraud.

We communicated identified fraud risks throughout our team and remained alert to any indications of fraud throughout the audit.

To identify risks of material misstatement due to non-compliance with laws and regulations, our approach was as follows:

- We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general charity experience, and through discussion with the trustee and other management (as required by auditing standards), and discussed with the trustee and other management the policies and procedures regarding compliance with laws and regulations;
- We considered the legal and regulatory frameworks directly applicable to the financial statements reporting framework (FRS 102 and the Charities Act 2011) and the relevant tax compliance regulations;
- We considered the nature of the industry, the control environment and charity's performance.

We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit.

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Where the risk was considered to be higher, we performed audit procedures to address each identified fraud risk. We also performed procedures to address the risk of management override of controls and the risk of fraudulent revenue recognition, in particular the risks that revenue is recorded in the wrong period and that management may be in a position to make inappropriate accounting entries. Our procedures included: testing manual journals; reviewing the financial statement disclosures and testing to supporting documentation; performing analytical procedures; and enquiries of management, and were designed to provide reasonable assurance that the financial statements were free from fraud or error.



Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. The risk is also greater regarding non-detection of fraud rather than error, as fraud may involve intentional concealment, forgery, collusion, omission or misrepresentation. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

### **Other matters**

Your attention is drawn to the fact that the charity has prepared financial statements 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)" (as amended) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

### **Use of our report**

This report is made solely to the charity's trustee, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustee those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustee as a body, for our audit work, for this report, or for the opinions we have formed.



**Stephanie Evans (Senior Statutory Auditor)**  
**for and on behalf of Arnold Hill & Co LLP**

**07/03/2022**  
.....

**Chartered Accountants**  
**Statutory Auditor**

Craven House  
16 Northumberland Avenue  
London  
United Kingdom  
WC2N 5AP

Arnold Hill & Co LLP is eligible for appointment as auditor of King George's Field, Mile End by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

**KING GEORGE'S FIELD, MILE END**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 MARCH 2019**

		Current year Unrestricted Funds 2019 £	Current year Endowment Funds 2019 £	Current year Total Funds 2019 £	Prior Year Total Funds Restated 2018 £
<b>Income &amp; Endowments from:</b>					
Donations	4	319,431	-	319,431	139,510
Charitable activities	5	393,198	-	393,198	394,188
Other trading activities	6	52,725	-	52,725	72,681
Investment Income	7	502,088	-	502,088	501,000
<b>Total income</b>	<b>A</b>	<b>1,267,442</b>	<b>-</b>	<b>1,267,442</b>	<b>1,107,379</b>
<b>Expenditure on:</b>					
Charitable activities	8	1,174,301	77,892	1,252,193	1,164,501
<b>Total expenditure</b>	<b>B</b>	<b>1,174,301</b>	<b>77,892</b>	<b>1,252,193</b>	<b>1,164,501</b>
Net (gains)/loss on investments	C	-	24,800	24,800	22,500
<b>Net surplus / (deficit) for the year</b>	<b>A-B-C</b>	<b>93,141</b>	<b>(102,692)</b>	<b>(9,551)</b>	<b>(79,622)</b>
<b>Net movement in funds</b>		<b>93,141</b>	<b>(102,692)</b>	<b>(9,551)</b>	<b>(79,622)</b>
<b>Reconciliation of funds:-</b>	<b>E</b>				
<b>Total funds brought forward</b>		190,112	16,215,508	16,405,620	16,485,242
<b>Total funds carried forward</b>		<b>283,253</b>	<b>16,112,816</b>	<b>16,396,069</b>	<b>16,405,620</b>

The Statement of Financial Activities includes all gains and losses recognised in the year.  
All activities are derived from continuing operations.

**KING GEORGE'S FIELD, MILE END - Analysis of prior year (2017/18) total funds now Restated**

		<b>Prior Year Unrestricted Funds 2018 £</b>	<b>Prior Year Endowment Funds 2018 £</b>	<b>Prior Year Total Funds 2018 £</b>
<b>Income &amp; Endowments from:</b>				
Donations & Legacies		139,510	-	<b>139,510</b>
Charitable activities		394,188	-	<b>394,188</b>
Other trading activities		72,681	-	<b>72,681</b>
Investment Income		501,000	-	<b>501,000</b>
<b>Total income</b>	<b>A</b>	<b>1,107,379</b>	<b>-</b>	<b>1,107,379</b>
<b>Expenditure on:</b>				
Charitable activities		1,086,609	77,892	<b>1,164,501</b>
<b>Total expenditure</b>	<b>B</b>	<b>1,086,609</b>	<b>77,892</b>	<b>1,164,501</b>
Net (gains)/loss on investments	C	-	22,500	22,500
<b>Net surplus / (deficit) for the year</b>	<b>A-B-C</b>	<b>20,770</b>	<b>(100,392)</b>	<b>(79,622)</b>
<b>Net movement in funds</b>		<b>20,770</b>	<b>(100,392)</b>	<b>(79,622)</b>
<b>Reconciliation of funds:-</b>				
<b>Total funds brought forward</b>	<b>E</b>	169,342	16,315,900	<b>16,485,242</b>
<b>Total funds carried forward</b>		<b>190,112</b>	<b>16,215,508</b>	<b>16,405,620</b>

The Statement of Financial Activities includes all gains and losses recognised in the year.  
All activities are derived from continuing operations.

**KING GEORGE'S FIELD, MILE END - Resources applied in the year ended 31 March 2019 towards fixed assets for Charity use:-**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>Restated £</b>
Funds generated in the year as detailed in the SOFA	(9,551)	(79,622)
Resources applied on functional fixed assets	(34,152)	(13,869)
<b>Net resources available to fund charitable activities</b>	<b>(43,703)</b>	<b>(93,491)</b>
<b>Movements in revenue and capital funds for the year ended 31 March 2019</b>		

**Revenue accumulated funds**

	<b>Unrestricted Funds</b>	<b>Last year Unrestricted Funds</b>
	<b>2019</b>	<b>Restated 2018</b>
	<b>£</b>	<b>£</b>
Accumulated funds brought forward	190,112	169,342
Recognised gains and (losses) before transfers	93,141	20,770
	<b>283,253</b>	<b>190,112</b>
<b>Closing unrestricted funds at 31 March</b>	<b>283,253</b>	<b>190,112</b>

**Fixed asset funds**

	<b>Endowment Funds</b>	<b>Last year Endowment Funds</b>
	<b>2019</b>	<b>Restated 2018</b>
	<b>£</b>	<b>£</b>
At 1 April	16,215,508	16,315,900
Endowment Funds Gains / (Losses) before transfers	(102,692)	(100,392)
<b>Closing endowment funds at 31 March</b>	<b>16,112,816</b>	<b>16,215,508</b>

**Summary of funds**

	<b>Total Funds</b>	<b>Last Year Total Funds</b>
	<b>2019</b>	<b>Restated 2018</b>
	<b>£</b>	<b>£</b>
Revenue accumulated funds	283,253	190,112
Fixed asset funds	16,112,816	16,215,508
<b>Total funds</b>	<b>16,396,069</b>	<b>16,405,620</b>

**KING GEORGE'S FIELD, MILE END**

**BALANCE SHEET**

**FOR THE YEAR ENDED 31 MARCH 2019**

	Notes	2019	2018
		£	Restated £
<b>Fixed assets</b>			
Tangible assets	9	9,976,963	10,023,477
Investments held as fixed assets	10	6,181,100	6,205,900
<b>Total fixed assets</b>		<u>16,158,063</u>	<u>16,229,377</u>
<b>Current assets</b>			
Debtors	11	582,039	313,425
<b>Total current assets</b>		<u>582,039</u>	<u>313,425</u>
<b>Creditors: amounts falling due within one year</b>	12	<u>(344,033)</u>	<u>(137,182)</u>
<b>Net current assets</b>		238,006	176,243
<b>The total net assets of the charity</b>		<u><u>16,396,069</u></u>	<u><u>16,405,620</u></u>

The total net assets of the charity are funded by the funds of the charity, as follows:-

**Endowment funds**

Endowment Investment & Fixed Asset Funds	13	16,112,816	16,215,508
		16,112,816	16,215,508

**Unrestricted Funds**

Unrestricted Revenue Funds	13	283,253	190,112
		283,253	190,112

<b>Total charity funds</b>		<u><u>16,396,069</u></u>	<u><u>16,405,620</u></u>
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JOHN BIGGS

The Mayor of the London Borough of Tower Hamlets on behalf of the trustee (London Borough of Tower Hamlets)

Date: 03/03/2022

# KING GEORGE'S FIELD, MILE END

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2019

		2019 £	Restated 2018 £
<b>Cash flows from operating activities</b>			
Net cash provided by operating activities as shown below	A	<u>(108,789)</u>	<u>(462,298)</u>
<b><i>Cash flows from investing activities</i></b>			
Other investment income, including rents from investments		502,088	501,000
Purchase of property, plant and equipment		(34,152)	(13,869)
Net cash provided by investing activities	B	<u>467,936</u>	<u>487,131</u>
Overall cash provided by all activities	A+B	<u>359,147</u>	<u>24,833</u>
<b>Cash movements</b>			
Change in cash and cash equivalents from activities in the year ended 31 March		359,147	24,833
Cash and cash equivalents at 1 April		101,067	76,234
Cash at bank and in hand less overdrafts at 31 March		<u>460,214</u>	<u>101,067</u>
<b>Reconciliation of net income to net cash flow from operating activities</b>			
Net surplus / (deficit) as shown in the Statement of Financial Activities		(9,551)	(79,622)
<b><i>Adjustments for :-</i></b>			
Depreciation charges		80,666	77,892
Net unrealised losses on investment assets		24,800	22,500
Dividends, interest and rents from investments		(502,088)	(501,000)
Decrease in debtors		90,533	(50,358)
Increase in creditors		206,851	68,290
Net cash provided by operating activities	A	<u>(108,789)</u>	<u>(462,298)</u>

**KING GEORGE'S FIELD, MILE END**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2019**

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**1. Accounting Policies**

**1.1 Basis of preparation of financial statements**

The financial statements 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 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 and the Charities Act 2011).

The financial statements have been prepared to give a true and fair view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Charities SORP (FRS 102) published in July 2014 rather than the Accounting and Reporting by Charities Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

King George's Field, Mile End meet the definition of public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

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

**1.2 Going Concern**

The trustee has considered a period of at least 12 months from the date of signing these accounts and determined that there are no material uncertainties regarding the charity's ability to continue. Therefore, the accounts are prepared on a going concern basis.

**1.3 Income**

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received, and the amount of income can be measured reliably. The significant sources of income for the Trust relate to, donations received from the London Borough of Tower Hamlets (SOFA - Donations, Note 4), admissions fees for events and exhibitions and away days held at the park (SOFA – Charitable activities, Note 5) and rental income from retail units owned by the Trust (SOFA – Investment income, Note 7).

**1.4 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party. It is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably, consistent with the use of resources. The charity's primary activity is the maintenance of Mile End Park, and the other

open spaces within King George's Field, Mile End, for the use and enjoyment of the public. All direct and support costs including central staff costs, and depreciation charges are allocated to this primary activity to further the charity's objective. Expenditure includes attributable VAT which cannot be recovered. Land and Buildings assets are subject to the de minimis for capitalisation of £50,000. Rentals payable from operating leases are charged to the Statement of Financial Activities (SOFA) to reflect the economic benefits consumed over the life of the lease.

### **1.5 Tangible fixed assets and depreciation**

Tangible fixed assets (Plant and Machinery) are initially recognised at cost. After recognition under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Tangible fixed assets (Land and Building) are valued on the basis of Existing Use Value (EUV) and recognised in the Balance sheet. Valuation of Land and Building has been carried out by qualified RICS valuers (Wilks, Head & Eve) on a rolling basis.

Depreciation is charged so as to allocate the cost of tangible fixed assets, less their residual value, over their useful economic lives on a straight-line basis.

Useful economic lives are assessed on the following basis:

Land and Building	- 26-54 years
Plant and Machinery	- 5 years

### **1.6 Investments held as Fixed Assets**

Investment properties assets are initially recognised at cost. After recognition under cost model, they are revalued on a fair value basis at the reporting date. These assets are revalued annually and not subjected to depreciation. An external valuation is undertaken every 5 years. Gains or losses on revaluation are recognised in the Statement of Financial Activities (SOFA).

### **1.7 Debtors**

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

### **1.8 Cash at bank and in hand**

The Trust does not hold a bank account of its own, the London Borough of Tower Hamlets holds cash on behalf of the Trust or the Trust owes cash to the London Borough of Tower Hamlets.

### **1.9 Financial instruments**

As per FRS 102 Section 11, the charity makes use of only basic financial instruments which are initially recognised at transaction value and subsequently measured at settlement value. Financial instruments held by the entity comprise debtors, creditors and cash.



## 1.10 Liabilities

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

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

## 2. Prior Year Adjustment Note

The charity has made material adjustments to restate figures previously reported in 2017/18. In addition, corrections have been made to record balances correctly between Fixed Assets, Investment assets, debtors, creditors, and cash at bank. In addition, mapping errors have been corrected in the Income and Expenditure account of the same year.

The impact of the adjustments is as stated below:

- a. Tangible fixed assets: Previously reported the closing balance of Land and Building assets at 31/03/2017 was nil. The charity has now recognised Land and Building assets within its control, totalling £10,087,500, at 31/03/2017. In addition, previously reported the closing balance of Plant and Machinery assets at 31/03/2018 was nil. The charity has now recognised Plant and Machinery assets, totalling £13,869 at 31/03/2018.
- b. Investments in Fixed Assets: Previously reported the closing balance of investments in fixed assets at 31/03/2017 was nil. The charity has now recognised investments in fixed assets within its control, totalling £6,228,400, at 31/03/2017.
- c. Debtors, Creditors and Cash at bank: Previously debtor (£144,832) and creditor (£2,350) balances were reported within cash at bank at 31/03/2017. The accounts have been restated so these balances are reported in gross debtors and creditors as at 31/03/2017. The restated cash balance at 31/03/2017 is £76,234. Previously, debtor (£182,835) and creditor (£25,091) balances were reported within cash at bank at 31/03/2018. The accounts have been restated so these balances are reported in gross debtors and creditors as at 31/03/2018. Further, a debtor has been raised to the amount of £29,523 to account for rental income and a creditor has been raised to the amount of £5,091 to account for staffing HMRC PAYE costs for 2017/18. The restated cash balance at 31/03/2018 is £101,067.
- d. The 2017/18 Statement of financial activities (SOFA) has been restated to account for depreciation of Land and Building (£77,892), and revaluation losses on investment in fixed assets (£22,500). Further, cost relating to Plant and Machinery (£13,869), previously expensed, has been restated and capitalised unto the balance sheet (tangible fixed assets).

### 3. Fund Accounting

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

**Endowment Funds:** The charity has permanent endowments with no power to convert the capital into income. The charity has permanent endowments in the form of investments in fixed assets and tangible fixed assets (Land and Building). The income generated from these permanent endowments are unrestricted and used to further the charity objective.

### 4. Income from Donations

	Current year Unrestricted Funds  2019 £	Prior Year Unrestricted Funds Restated 2018 £
Donations	<u>319,431</u>	<u>139,510</u>

*All income from donations relate to unrestricted funds and none for endowment funds.*

### 5. Income from Charitable Activities

	Current year Unrestricted Funds  2019 £	Prior Year Unrestricted Funds Restated 2018 £
Admission fees	46,650	78,899
Hire of Premises	346,548	315,289
Total	<u>393,198</u>	<u>394,188</u>

*All income from Charitable activities relate to unrestricted funds and none for endowment funds.*

## 6. Income from Other Non-Charitable Activities

	Current year Unrestricted Funds		Prior Year Unrestricted Funds Restated
	2019		2018
	£		£
Licence Fees	28,000	-	54,500
Car Park Income	24,725	-	17,370
Refunds	-	-	811
<b>Total from other activities</b>	<b>52,725</b>		<b>72,681</b>

*All income from other non-charitable activities relate to unrestricted funds and none for endowment funds.*

## 7. Investment Income

The charity held in year, investment in fixed assets (shops), from which rental income was received and the proceeds have been used to further the charity's objective.

	Current year Unrestricted Funds		Prior Year Unrestricted Funds Restated
	2019		2018
	£		£
Property Rental Income	502,088		501,000
<b>Total investment income</b>	<b>502,088</b>		<b>501,000</b>

*All income from investment income relates to unrestricted funds and none for endowment funds.*

## 8. Expenditure on charitable activities

Direct Spending	Current year	Current year	Current year	Prior Year
	Unrestricted	Endowment	Total	Total
<i>Current Year</i>	Funds	Funds	Funds	Funds
	2019	2019	2019	Restated
	£	£	£	2018
				£
Gross wages and salaries - charitable activities	189,254	-	189,254	120,862
Employers' NI - Charitable activities	14,828	-	14,828	11,896
Defined benefit pension costs - charitable activities	12,396	-	12,396	9,063
Travel and Subsistence - Charitable Activities	3,400	-	3,400	950
Employee related expenses	86,154	-	86,154	129,208
Events and Exhibitions	48,110	-	48,110	42,692
Write out of debtors	51,374	-	51,374	-
<b>Total direct spending</b>	<b>405,516</b>	<b>-</b>	<b>405,516</b>	<b>314,671</b>
<b>Expenditure on charitable activities - Support Costs</b>				
	Current year	Current year	Current year	Prior Year
	Unrestricted	Endowment	Total	Total Funds
<i>Current Year</i>	Funds	Funds	Funds	Restated
	2019	2019	2019	2018
	£	£	£	£
<b><i>Premises Expenses</i></b>				
Rent payable under operating leases	68,575	-	68,575	126,363
Rates and water charges	33,074	-	33,074	22,826
Equipment, repairs, expenses and maintenance	538,485	-	538,485	485,672
Cleaning and waste management	26,114	-	26,114	42,509
<b><i>Administrative overheads</i></b>				
Telephone, fax and internet	1,760	-	1,760	1,063
Stationery and printing	4,610	-	4,610	4,329
Equipment expenses	21,817	-	21,817	25,718
Advertising and marketing	2,694	-	2,694	225
Insurance	3,282	-	3,282	1,000
<b><i>Professional Services and Security Fees</i></b>				
Professional services and security fees	57,200	-	57,200	62,233
<b><i>Financial costs</i></b>				
Depreciation & Amortisation in total for the period	2,774	77,892	80,666	77,892
<b>Total support costs - Current Year</b>	<b>760,385</b>	<b>77,892</b>	<b>838,277</b>	<b>849,830</b>

## Other Expenditure - Governance costs

<i>Current Year</i>	Current year Unrestricted Funds 2019 £	Prior Year Total Funds Restated 2018 £
Auditor's fees	8,400	-
<b>Total Governance costs</b>	<b>8,400</b>	<b>-</b>

## Total Charitable expenditure

	Current year Unrestricted Funds 2019 £	Current year Endowment Funds 2019 £	Current year Total Funds 2019 £	Prior Year Total Funds Restated 2018 £
Total direct spending	405,516	-	405,516	314,671
Total support costs	760,385	77,892	838,277	849,830
Total Governance costs	8,400	-	8,400	-
<b>Total charitable expenditure</b>	<b>1,174,301</b>	<b>77,892</b>	<b>1,252,193</b>	<b>1,164,501</b>

All expenditure on charitable activities in relation to prior year (2017/18) was on unrestricted funds, except for the support costs for depreciation charges (£77,892). This is relating to endowment tangible fixed assets – land and building, which was recorded against endowment funds.

## Staff costs and emoluments

<i>Salary costs</i>	2019 £	Restated 2018 £
Gross Salaries excluding trustees and key management personnel	189,254	120,862
Employer's National Insurance for all staff	14,828	11,896
Employer's contribution to defined benefit pension schemes	12,396	9,063
<b>Total salaries, wages and related costs</b>	<b>216,478</b>	<b>141,821</b>

The average number of staff employed in the year was

7

4

Employees working in the Mile End Park and other local parks and open spaces are London Borough of Tower Hamlets employees. No employee received more than £50,000 in either 2018/19 or 2017/18. They are eligible to join the Local Government Pension Scheme administered by the London Borough of Tower Hamlets. No remuneration costs of key management personnel is included within the Trust's accounts.

## 9. Tangible Fixed Assets

<i>Current Year</i>	Land and Buildings	Plant & Machinery	Total
	£	£	£
<b>Cost</b>			
At 1 April 2018	10,087,500	13,869	10,101,369
Additions	-	34,152	34,152
<b>At 31 March 2019</b>	<b>10,087,500</b>	<b>48,021</b>	<b>10,135,521</b>
<b>Depreciation</b>			
At 1 April 2018	77,892	-	77,892
Charge for the year	77,892	2,774	80,666
<b>At 31 March 2019</b>	<b>155,784</b>	<b>2,774</b>	<b>158,558</b>
<b>Net book value</b>			
<b>At 31 March 2019</b>	<b>9,931,716</b>	<b>45,247</b>	<b>9,976,963</b>
<b>At 31 March 2018</b>	<b>10,009,608</b>	<b>13,869</b>	<b>10,023,477</b>
<i>Prior Year Restated</i>	Land and Buildings	Plant & Machinery	Total
	£	£	£
<b>Cost</b>			
01 April 2017	10,087,500	-	10,087,500
Additions	-	13,869	13,869
<b>31 March 2018</b>	<b>10,087,500</b>	<b>13,869</b>	<b>10,101,369</b>
<b>Depreciation</b>			
01 April 2017	-	-	-
Charge for the year	77,892	-	77,892
<b>31 March 2018</b>	<b>77,892</b>	<b>-</b>	<b>77,892</b>
<b>Net book value</b>			
<b>31 March 2018</b>	<b>10,009,608</b>	<b>13,869</b>	<b>10,023,477</b>
<b>31 March 2017</b>	<b>10,087,500</b>	<b>-</b>	<b>10,087,500</b>

## 10. Investment in fixed assets

2018/19	Investment Properties £	Total £
<b>Cost</b>		
B/fwd	6,205,900	<b>6,205,900</b>
Revaluations	(24,800)	<b>(24,800)</b>
C/fwd	<u>6,181,100</u>	<u><b>6,181,100</b></u>
<b>2017/18 Restated</b>		
	<b>Investment Properties £</b>	<b>Total £</b>
<b>Cost</b>		
B/fwd	6,228,400	<b>6,228,400</b>
Revaluations	(22,500)	<b>(22,500)</b>
C/fwd	<u>6,205,900</u>	<u><b>6,205,900</b></u>

The 2018/19 Historical cost of investment properties is £6,228,400. Valuation of investment properties is carried out on an annual basis by qualified Royal Institute of Chartered Surveyors (RICS) based on market value.

## 11. Debtors

	2019 £	Restated 2018 £
Trade debtors	121,825	212,358
Other debtors	<u>460,214</u>	<u>101,067</u>
	<u>582,039</u>	<u>313,425</u>

Other debtors represent cash held by the London Borough of Tower Hamlets on behalf of the Trust. Cash held by the London Borough of Tower Hamlets on behalf of the Trust amounted to £460,214 (2018: £101,067).

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

	2019 £	Restated 2018 £
Trade creditors	77,497	13,894
Other creditors	8,400	5,091
PAYE, NIC VAT and other taxes	6,349	-
Receipts in advance	<u>251,787</u>	<u>118,197</u>
	<u>344,033</u>	<u>137,182</u>

### 13. Funds represented by assets and liabilities

#### Particulars of how particular funds are represented by assets and liabilities

At 31 March 2019	Unrestricted funds £	Endowment funds £	Total Funds £
Tangible Fixed Assets	45,247	9,931,716	9,976,963
Investment in Fixed Assets	-	6,181,100	6,181,100
Current Assets	582,039	-	582,039
Current Liabilities	(344,033)	-	(344,033)
	<b>283,253</b>	<b>16,112,816</b>	<b>16,396,069</b>

  

At 1 April 2018 Restated	Unrestricted funds £	Endowment funds £	Total Funds £
Tangible Fixed Assets	13,869	10,009,608	10,023,477
Investment in Fixed Assets	-	6,205,900	6,205,900
Current Assets	313,425	-	313,425
Current Liabilities	(137,182)	-	(137,182)
	<b>190,112</b>	<b>16,215,508</b>	<b>16,405,620</b>

### 14. Leases

The Trust leases in properties, with the duration on these leases expected to end in 2097. The future minimum lease payments due under these leases in the future years are:

	2019 £	Restated 2018 £
Not later than one year	40,450	40,450
Later than one year and not later than 5 years	161,800	161,800
Later than 5 years	2,973,075	3,013,525
<b>Total</b>	<b>3,175,325</b>	<b>3,215,775</b>

### 15. Related Party Transactions

The London Borough of Tower Hamlets is the trustee of the King George's Fields Trust charity. There are substantial material related party transactions between London Borough of Tower Hamlets (LBTH) and the charity for the year ended 31<sup>st</sup> March 2019 and 31<sup>st</sup> March 2018. Significant related party transactions included council donations of £319,431 of income in 2018/19 (£139,510 in 2017/18) to the Trust, staffing related costs incurred by the Trust from the Council of £216,478 in 2018/19 (£141,821 in 2017/18) and grounds maintenance costs incurred by the Trust from the Council of £183,420 in 2018/19 (£183,420 in 2017/18). Cash held by the London Borough of Tower Hamlets on behalf of the Trust amounted to £460,214 and (£101,067 in 2017/18).



**16. Post Balance Sheet Event**

There is no post balance sheet event to be disclosed.

**17. Trustee Remuneration**

There were no trustee remuneration, expenses, or other benefits for the year ended 31<sup>st</sup> March 2019 and 31<sup>st</sup> March 2018.

**18. Contingent Liability**

There were no contingent liabilities for the year ended 31<sup>st</sup> March 2019 and 31<sup>st</sup> March 2018.