

DRAFT 31 AUGUST 2021

LURGASHALL RECREATION ASSOCIATION

(A Company Limited by Guarantee and a Registered Charity)

Company Number: 08104504

Registered Charity Number: 1148736

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2020

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LURGASHALL RECREATION ASSOCIATION

(A company limited by guarantee and a registered charity)

LEGAL AND ADMINISTRATIVE INFORMATION

FOR THE YEAR ENDED 31ST DECEMBER 2020

Directors/Trustees:

S J Cooper
M Fairston
S B Monhemius
C M E Nicholes
J Nugent
C Ohlson
AJ Sword (appointed 26th August 2020)
A H J Tate
J Vaughan

Company Registered Number: 08104504

Charity Registered Number: 1148736

Registered Office: Nuthatch
Tennyson's Lane
Haslemere
Surrey GU27 3AF

Bankers: Lloyds Bank plc
12 High Street
Haslemere
Surrey GU27 2JG

LURGASHALL RECREATION ASSOCIATION

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST DECEMBER 2020

The directors present their report for the year ended 31st December 2020.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Legal Status and Constitution

The company was incorporated on 12th June 2012 as a private company limited by guarantee, registered number 08104504. On 28th August 2012, the company was recognised as a charity by the Charity Commission, registered number 1148736. Therefore, it is a non-profit making entity.

Directors Appointment and Training

Directors will be recruited and appointed as and when required by the remaining directors, based on any necessary background or expertise. New directors will be inducted by the other directors and encouraged to attend relevant training courses where considered beneficial.

Management of the Company

The directors who served during the year were as follows:

HBL Coghlan (resigned 9th March 2020)
S J Cooper
M Fairston
S B Monhemius
C M E Nicholes
J Nugent
C Ohlson
AJ Sword (appointed 26th August 2020)
A H J Tate
J Vaughan

During the year, the Board of Directors met on five occasions. Attendance averaged 79% (2019 : 55.5%).

Risk Management

The directors continually review the major risks to which the company is exposed and are satisfied that systems and insurance are in place to mitigate their exposure to major risk.

OBJECTS AND ACTIVITIES

The objects of the company continue to be as follows:

- To promote for the benefit of the inhabitants of Lurgashall and the surrounding area the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social or economic circumstances or for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants.

LURGASHALL RECREATION ASSOCIATION**DIRECTORS' REPORT****FOR THE YEAR ENDED 31ST DECEMBER 2020****(Continued)****OBJECTS AND ACTIVITIES (continued)**

The objectives for the year were:

- to continue improving the appearance of the Football Field, now renamed the Jubilee Field and to maintain it.
- to ensure sufficient revenue continues to be achieved to maintain the long-term viability of the association

ACHIEVEMENT AND PERFORMANCE**Achievement of Objectives and Public Benefit**

The field was renamed “The Jubilee Field” in honour of HM The Queen, during whose jubilee celebrations the work leading up to the purchase was carried out.

After the purchase of the field in 2013, work took place to improve the maintenance and appearance of the field. This programme has continued through 2020. In particular there has been continued work to improve the quality of the turf on the field to make it more suitable for recreational activities. Other maintenance in 2020 included repairs to the cricket net.

The fund-raising activities planned for the year were impacted by the Covid epidemic and no income was generated; however, specific donations and grants received enabled a near break even position to be achieved in the year (see below). Sufficient accessible reserves are in place such that the directors are able to conclude that the financial statements can continue to be prepared on a going concern basis.

In planning the activities for the year, the directors refer to guidance contained in the Charity Commission’s guidance on public benefit. The directors consider how the planned activities contribute to the aims and objectives of the charitable company and are satisfied that this is the case.

FINANCIAL REVIEW**Results for the year**

In the early years of the association the Board decided to sustain expenditure on field maintenance and improvements at a high level, in part recognising that the field had suffered neglect in the past.

After these first years of investment the Board felt it was important that the association did continue on a sustainable basis for the long term and this was achieved in 2019 with a small surplus being generated. In 2020 the Covid epidemic had a significant effect on the ability to raise money through events; however, due to the generosity of certain local donors (£520), together with grants from Lurgashall Cricket Club (£400) and Lurgashall Parish Council (£500), the association was able to cover the majority of the 2020 maintenance costs and recorded a deficit of £196.

Due to the restrictions caused by Covid and without the Village Fete to help promote the company, membership numbers were slightly down on previous years (186 vs 193).

A further membership drive is planned whilst also exploring a legacy-giving programme.

At the year-end, unrestricted reserves amounted to £18,809 (2018: £19,205), predominantly represented by its Bank balance.

LURGASHALL RECREATION ASSOCIATION

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST DECEMBER 2020

(Continued)

Liability of Members

In accordance with the Company's Articles, the liability of any member is restricted to a maximum of £10 in the event of the dissolution of the company.

Reserves Policy

The directors aim to have sufficient reserves to fund the maintenance of the freehold land.

FUTURE ACTIVITIES

Our activities in 2021 are focused on the following;

- ensuring the field is well maintained so it can have good recreational benefit for the inhabitants of Lurgashall and the surrounding area
- ensuring sufficient funds are raised to ensure the organisation maintains its sustainability for the long-term
- identifying any other opportunities that support our charitable objectives

DIRECTORS' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The directors are responsible for preparing the report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Company law and the law applicable to charities in England and Wales requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including the income and expenditure, for the financial period. In preparing these financial statements the directors are required to

- Select suitable accounting policies and apply them consistently;
- Observe the methods and principles of the Charities Statement of Recognised Practice (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 a going concern basis unless it is inappropriate to presume that the charitable company will continue its activities.

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time, the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charitable company and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The above report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

BY ORDER OF THE BOARD

J VAUGHAN

Director

[

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2021

LURGASHALL RECREATION ASSOCIATION
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2020

	Unrestricted Funds £	Restricted Funds £	2020 Total £	Unrestricted Funds £	Restricted Funds £	2019 Total £
INCOME						
From charitable activities						
Fund raising events	0	-	0	2,069	-	2,069
Donations	320	200	520	-	-	-
Grants	900	-	900	1,075	-	1,075
Use of Field	0	-	0	200	-	200
Membership fees	0	-	0	120	-	120
Bank interest	145	-	145	140	-	157
	-----	-----	-----	-----	-----	-----
TOTAL	1,365	200	1,565	3,621	-	3,621
	-----	-----	-----	-----	-----	-----
EXPENDITURE						
On charitable activities						
Fund raising events	0	-	0	907	-	907
Field maintenance	1,296	-	1,296	2,052	-	2,052
Administrative costs	465	-	465	439	-	439
	-----	-----	-----	-----	-----	-----
TOTAL	1,761	200	1,761	3,398	-	3,398
	-----	-----	-----	-----	-----	-----
NET INCOME(EXPENDITURE) & MOVEMENT IN FUNDS	(396)	200	(196)	223	-	223
Funds brought forward	19,205	103,240	122,445	18,982	103,240	124,222
	-----	-----	-----	-----	-----	-----
TOTAL FUNDS CARRIED FORWARD	18,809	103,440	122,249	19,205	103,240	122,445
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The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

LURGASHALL RECREATION ASSOCIATION**Registered company number: 08104504****Registered charity: 1148736****BALANCE SHEET****AS AT 31ST DECEMBER 2020**

	<u>Note</u>	£	2020	£	2019	£
TANGIBLE FIXED ASSETS	2		109,060		109,060	
CURRENT ASSETS						
Debtors		12		12		
Cash at bank		13,642		13,373		
			13,654		13,385	
CREDITORS						
Amounts falling due within one year		465		-		
NET CURRENT ASSETS			13,189		13,385	
TOTAL NET ASSETS			122,249		122,445	
SHARE CAPITAL	4		-		-	
RESERVES - Unrestricted Funds	5		18,809		19,205	
- Restricted Funds	5		103,440		103,240	
TOTAL FUNDS			122,249		122,445	

The charitable company is entitled to exemption from audit under s477 of the Companies Act 2006 for the year ended 31st December 2020.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31st December 2020 in accordance with s476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the charitable company keeps accounting records that comply with s386 and s387 of the Companies Act 2006; and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of s394 and s395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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 and with the Financial Reporting Standard for Smaller Entities (effective January 2015). These financial statements were approved by the Directors on [xx] 2021 and signed on their behalf by :

J VAUGHAN (Director)

LURGASHALL RECREATION ASSOCIATION**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31ST DECEMBER 2020**

1. ACCOUNTING POLICIES

The more important policies, which are consistent with the previous year, adopted by the company are as follows:

(a) **Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

(b) **Depreciation**

No depreciation is required or has been made on the freehold land purchased or subsequent expenditure incurred for the long term.

2. TANGIBLE FIXED ASSETS

	Freehold property £	Ancillary costs £	Total £
Cost			
At 1st January 2020	105,820	3,240	109,060
Additions	-	-	-
	-----	-----	-----
At 31st December 2020	105,820	3,240	109,060
Depreciation			
At 1st January 2020	-	-	-
Charge for the year	-	-	-
	-----	-----	-----
At 31st December 2020	-	-	-
Net book values			
At 31st December 2020	£105,820	£3,240	£109,060
	-----	-----	-----
At 31st December 2019	£105,820	£3,240	£109,060
	-----	-----	-----

3. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Accrual	465	-
Other creditors	-	-
	-----	-----
	465	-
	-----	-----

4. SHARE CAPITAL

The company is a private company limited by guarantee. Accordingly there is no issued share capital.

LURGASHALL RECREATION ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2020
(Continued)

5. ANALYSIS OF NET ASSETS BETWEEN FUNDS

The Restricted Funds are represented by the original purchase cost of the freehold property and ancillary costs in 2013, together with £200 of specific donations arising in 2020.

The Unrestricted Funds are represented by subsequent additions to the field plus all of the other assets and liabilities of the company.

6. RELATED PARTY TRANSACTIONS

All of the directors live in or near Lurgashall and, as would be expected in such a relatively small community, some of them are occasionally involved in one or more of the Lurgashall bodies which have made grants to Lurgashall Recreation Association. The Parish Council and the Parochial Church Council each nominate a representative to sit on the board. In 2020 a grant of £500 was received from the Parish Council.

7. TAXATION

The company is a registered charity and is potentially exempt from taxation in respect of income and capital gains received within the categories covered by Section 505 of the Taxes Act 1988 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.