

For internal purposes only

ACTIVE CHRISTIAN TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2022

Charity Number 1015452

ACTIVE CHRISTIAN TRUST

For internal purposes only

Contents

	Page
Trust Information	2
Trustees' Report	3
Statement of Trustees' Responsibilities	6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Financial Statements	10

ACTIVE CHRISTIAN TRUST

For internal purposes only

Legal and Administrative Information

Trustees	L Cante P Goldsmith S Dunlop L J Dobson F S Chapman M P Dolan N Claxton
Charity Number	1015452
Principal address	7-9 Brook Road Rayleigh Essex SS6 7UT
Independent Examiners	Connah Goldsworthy 12 Station Court Station Approach Wickford Essex SS11 7AT

ACTIVE CHRISTIAN TRUST
(Reg. Charity No. 1015452)

Annual Report for the Year ending 30th September 2022

Annual Report for the Year ending 30th September 2022

As in the previous financial year, the 2021/22 financial year for both the charity and its trading subsidiary was impacted by the COVID-19 epidemic and the subsequent restrictions, although there was a gradual emergence from these restrictions as the year progressed. Management of the situation to ensure financial stability continued to be very effective.

Charitable purpose and public benefit

The purpose of the Trust is the provision of recreational and leisure facilities and activities for young people in particular, and the provision of social welfare activities and programmes for the benefit of the community. As recommended by the Charity Commission, the income generating trading activities are channelled through The MegaCentre Rayleigh Ltd, its 100% owned trading subsidiary.

The normal activities and programmes of the Trust are varied and include youth and family support work, special needs groups sessions for young people; The Mix sessions for families with additional needs; parenting programmes; well-being and mental health programmes; counselling services into local senior schools; over-50's sessions; Men's Shed, XL Mentoring programme with 20 trained mentors; Sensory Room babies' activities; music practice; dance; drama; and mothers & toddlers groups. The range and depth of these activities has continued to grow over the past year and our charity focussed team has grown to accommodate this. External groups and local charities also make good use of the facilities of the Centre.

Shortly after the start of the COVID restrictions in March 2020, a Community Response Hub based at the Megacentre was initiated in conjunction with Rochford District Council in particular, plus church organisations, local councillors, and other community partners. This included a 7 days-per-week online and telephone response hub that has been operating continuously to date, aided by a dedicated team of volunteers. A wide range of services have been provided including advice, delivery of food parcels, collection and delivery of prescription medications etc. The Community Response Hub subsequently expanded to form part of a Community Resilience Hub based at the Megacentre. The impact of the Hub has been increasingly important for the community due to the partner organisations working together. During the second half of the year, the conflict in Ukraine led to a significant number of refugees from Ukraine, mainly women and children, locating to the local area and the Megacentre has provided a contact base for these families and host families. This has included the provision of approximately 120 cooked meals every Tuesday, translation and English lessons, clothes bank, and assistance with regulatory requirements. This work is ongoing.

The trading company activities continue to generate the majority of the income to support the Trust's employment of Youth Workers, and Family Support Workers. The quality and range of the programmes provided by the Centre are such that many referrals are made by schools, Social Services and other local community organisations.

In planning its activities, the Trustees have had regard to the guidance issued by the Charity Commission on public benefit.

ACTIVE CHRISTIAN TRUST
(Reg. Charity No. 1015452)

Annual Report for the Year ending 30th September 2022

Financing and the relationship with The MegaCentre Rayleigh Ltd

The Trust is governed by a board of trustees that meets regularly to discuss its activities and to provide direction and leadership. Because the activities of the two organisations are closely aligned, 2 trustees currently also act as directors of The MegaCentre Rayleigh Ltd to ensure operational consistency across both organisations. The trust owns the building from which The MegaCentre Rayleigh Ltd operates and much of the financing for the Trust's work normally comes in the form of rental income received from renting this building to The MegaCentre Rayleigh Ltd. The level of rental paid by the trading company was significantly reduced during the time of the trading restrictions imposed by the pandemic. The Megazone Laser Arena and the Megaplay Soft-Play centre, together with room hire and theatre use are the principal trading income generators and these were seriously impacted by the trading restrictions. As the year progressed, there was a strong recovery of bookings and income.

The Trust now owns the freehold. Under an agreement with The MegaCentre Rayleigh Ltd, the recreational equipment and other assets in the building are owned by the trading company. The equipment serves both the purposes of The MegaCentre Rayleigh Ltd and those of the Trust, and the Trust makes a payment to the trading company for its use of those assets. The trustees and The MegaCentre Rayleigh Ltd directors' aim is for the trading company to financially break-even. Where operational costs are incurred by The MegaCentre Rayleigh Ltd but benefit both organisations, these costs are shared between the two entities on a formulaic basis.

Review of activities and the impact of COVID-19.

The Trading company activities gradually resumed following the easing of the COVID-19 restrictions. A Bounce Back Loan of £50,000 from HSBC, under the Government scheme, provided a fall-back support cushion for the trading company and £13,000 of this was utilised. Despite the restrictions, crucial support to a number of vulnerable families continued throughout the period through our Family Support team and subsequently increased significantly.

Financial Review

Unrestricted income for the year was £173,016 (2021: £193,483) and a large proportion of the income was received in the form of rental income paid by The Megacentre Rayleigh Ltd for use of the building of £78,500, together with a donation of £55,000. The combination of income and expenditure resulted in net incoming unrestricted resources of £35,513 for the year.

Restricted funds, which have been provided to ACT for specific purposes, saw income of £59,613 (2021: £19,852) and expenditure of £39,466 (2021: £37,866). The total balance of restricted funds held at the end of the year to 30.9.22 was £47,808 (2021: £28,141).

The Trust continues to seek to grow its personal supporter base and to seek sponsorship funding from local businesses. It will also seek to increase grant funding to finance some of the more significant building and refurbishment work that is planned and further development of programme delivery, especially with regard to Wellbeing and Mental Health.

ACTIVE CHRISTIAN TRUST
(Reg. Charity No. 1015452)

ANNUAL REPORT FOR YEAR ENDING 30th SEPTEMBER 2022

Reserves

Funds given to the Trust for specific purposes, mainly in the form of grants, are strictly allocated for that purpose and do not form part of the reserves. Under normal circumstances, with regular rental income from The Megacentre Rayleigh Ltd prior to the impact of COVID, the trustees had considered the target for formal reserves should be £15,000. Subsequently, this target will be revised. Reserves are held as part of unrestricted funds.

Risk Management

The Trustee Board examine the major risks that the charity faces each financial year when preparing and updating its strategic plan. The Trust has developed systems to monitor and control these risks and to mitigate any impact that they may have.

Summary

The Trustees are very thankful to those organisations and individuals that have contributed to the work of the Trust and are also very grateful to the volunteers who cover many areas of the work. Without their substantial input and consistent dedication, the aims of the Trust could not be sustained to the current level. The volunteer input speeds the progress of development due to the financial savings achieved and also enables the Trust to provide a high level of service to the young people and the community who attend and use the facilities.

The Trustees are committed to ensuring high standards in all aspects of its work as the Trust strives to create a centre of excellence. The trustees acknowledge the commitment and dedication of the Chief Executive Officer, Scott Williamson, who was newly appointed two months before the first COVID lockdown started in March 2020 and has continued to help substantially to successfully guide the organisation through a very challenging period. Despite the challenges facing both the charity and its trading company, the trustees look forward with optimism as the expanding community programmes and Community Resilience Hub bring new opportunities for the benefit of the community. The Trust will again need to be successful with new grant applications to maintain momentum with desired development work. However, the project has been faith-based from the beginning and this important aspect remains undiminished as the growing potential and value of the work of the Trust to the community continues to become more widely recognised and acknowledged.

Signed on behalf of the board of Trustees



.....
L. Cantle – Trustee

Dated 6/6/2023

ACTIVE CHRISTIAN TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

YEAR ENDED 30 SEPTEMBER 2022

THE TRUSTEES

The Trustees who served on the charity committee during the period are set out on page 2.

The Trustees are responsible for the recruitment of any new trustees.

RESPONSIBILITIES OF THE TRUSTEES

The Charities Act requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the charity at the end of the year and of the surplus or deficiency for the year then ended.

In preparing those financial statements, the Trustees are required to select suitable accounting policies, as described on page 10, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The Trustees must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

ACTIVE CHRISTIAN TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

YEAR ENDED 30 SEPTEMBER 2022

I report on the accounts of the trust for the year ended 30 September 2022, which are set out on pages 8 to 14.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND EXAMINER

As the charity's trustees you are responsible for the preparation of the accounts; you consider that the audit requirement of Section 145 of the Charities Act 2011 (the Act) does not apply. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under Section 145(5) (b) of the Act, whether particular matters have come to my attention.

BASIS OF INDEPENDENT EXAMINER'S REPORT

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with section 130 of the Act; and
 - to prepare accounts which accord with the accounting records and to comply with the requirements of the Acthave not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

12 Station Court
Station Approach
Wickford
Essex
SS11 7AT



.....
E C PARKER FCCA
Connah Goldsworthy
Chartered Certified Accountants

.....
6/6/2023
.....
Dated

ACTIVE CHRISTIAN TRUST

**Statement of Financial Activities
for the year ended 30 September 2022**

SUMMARY INCOME AND EXPENDITURE ACCOUNT

	Notes	Unrestricted * funds £	Restricted funds £	Total 2022 £	Total 2021 £
INCOMING RESOURCES					
Donations & legacies	2	59,360	22,249	81,609	81,434
Activities in furtherance of the charity's objectives	3	33,248	37,364	70,612	68,185
Investment Income	4	78,500	-	78,500	60,000
Other incoming resources	5	1,908	-	1,908	3,716
Total Income		<u>173,016</u>	<u>59,613</u>	<u>232,629</u>	<u>213,335</u>
RESOURCES EXPENDED					
Cost of generating funds					
Fundraising and publicity		-	-	-	-
Charitable expenditure					
Costs of activities in furtherance of the charity's objects:					
Staff costs		108,676	31,148	139,824	78,461
Grants to Megacentre activities		-	-	-	35,000
Donations		18,263	2,480	20,743	2,500
Management and administration		6,219	-	6,219	4,007
Support Costs		4,345	5,838	10,183	3,770
Total resources expended	6	<u>137,503</u>	<u>39,466</u>	<u>176,969</u>	<u>123,738</u>
Net incoming resources before transfers		35,513	20,147	55,660	89,597
Transfers between funds		480	(480)	-	-
Net incoming resources / (resources expended) before other recognised gains and losses		<u>35,993</u>	<u>19,667</u>	<u>55,660</u>	<u>89,597</u>
Loss on revaluation of Fixed Asset Investment	10	-	-	-	-
Net movement in funds		<u>35,993</u>	<u>19,667</u>	<u>55,660</u>	<u>89,597</u>
Fund balances at 1 October 2021		1,254,056	28,141	1,282,197	1,192,600
Fund balances at 30 September 2022		<u>1,290,049</u>	<u>47,808</u>	<u>1,337,857</u>	<u>1,282,197</u>

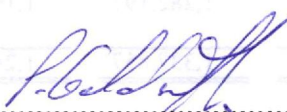
* unrestricted funds includes designated funds

ACTIVE CHRISTIAN TRUST

Balance Sheet
as at 30 September 2022

	Notes	2022	2021
		£	£
Fixed assets			
Tangible assets	9	880,000	880,000
Investments	10	265,000	265,000
		<u>1,145,000</u>	<u>1,145,000</u>
Current assets			
Debtors	11	56,863	77,448
Cash at Bank and in hand		137,164	66,919
		<u>194,027</u>	<u>144,367</u>
Creditors			
Amounts falling due within one year	12	<u>(1,170)</u>	<u>(7,170)</u>
Net current assets		192,857	137,197
Total assets less current liabilities		<u>1,337,857</u>	<u>1,282,197</u>
Creditors: amounts falling due after more than one year		-	-
Net assets		<u>1,337,857</u>	<u>1,282,197</u>
Income funds			
Unrestricted Funds	13	1,290,049	1,254,056
Restricted Funds	13	47,808	28,141
		<u>£1,337,857</u>	<u>£1,282,197</u>

Approved by the trustees on 22/9/2023


.....
P Goldsmith
Trustee


.....
L Cantle
Trustee

ACTIVE CHRISTIAN TRUST

Notes to the financial statements for the year ended 30 September 2022

1 Accounting policies

1.1 Basis of preparation of accounts

The financial statements have been prepared under the historical cost convention and applicable accounting standards. They have been prepared in accordance with Accounting and Reporting by Charities: statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Active Christian Trust meets the definition of a public benefit entity under FRS 102.

1.2 Going Concern

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

1.3 Cash Flow

The financial statements do not include a cash flow statement because the charity, as a small reporting entity, is exempt from the requirements to prepare such a statement.

1.4 Incoming resources

Income represents the total amount receivable by the charity from all sources including Income Tax repayments.

1.5 Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered.

Expenditure which is directly attributable to specific activities has been included in these cost categories. Where costs are attributable to more than one activity, they have been apportioned across the cost categories on a basis consistent with the use of these resources.

1.6 Tangible fixed assets and depreciation

The valuation of the freehold property is based on a professional valuation which was last updated on 11 June 2008, and the current balance sheet value is based on this valuation.

No depreciation has been provided on the freehold property on the basis that it is not material. The trustees are regularly upgrading the property and expending funds on repairs to maintain the structure of the property and for this reason the residual value is being maintained. For this reason any depreciation which would be charged is not material.

1.7 Investments

Fixed asset investments are stated at the lower of cost or net realisable value.

1.8 Expenditure on management and administration of the charity

Administration expenditure includes all expenditure not directly related to the charitable activity or fundraising ventures. This includes costs of running office premises and staff salaries for administrative staff and audit fees.

ACTIVE CHRISTIAN TRUST

Notes to the financial statements for the year ended 30 September 2022

2	Donations and legacies		2022	2021
			£	£
	Donations and gifts		<u>81,609</u>	<u>81,434</u>
3	Activities in furtherance of the charity's activities		2021	2020
			£	£
	Grants receivable for charitable activities		<u>70,612</u>	<u>68,185</u>
4	Investment income		2022	2021
			£	£
	Rental income		78,500	60,000
			<u>78,500</u>	<u>60,000</u>
5	Other incoming resources		2022	2021
			£	£
	Gift Aid repayments		1,900	3,658
	Sundry income		8	58
			<u>1,908</u>	<u>3,716</u>
6	Total resources expended	Staff costs	2022	2021
		£	£	£
	Charitable expenditure:			
	Mortgage interest		-	-
	Staff costs	139,824	139,824	78,461
	Grants to Megacentre activities		-	35,000
	Donations		20,743	2,500
	Fund raising costs		-	-
	Management and administration		6,219	4,007
	Support Costs		10,183	3,770
		<u>139,824</u>	<u>176,969</u>	<u>123,738</u>
		<u>37,145</u>		

7 Trustees

During the year there are no payments made to the Trustees of the charity.

8 Employees

Number of employees

The average number of employees analysed by function, were:-

	2022	2021
	Number	Number
Youth work, management & Administration	<u>7</u>	<u>7</u>

There were no employees whose annual emoluments were £50,000 or more.

ACTIVE CHRISTIAN TRUST

**Notes to the financial statements
for the year ended 30 September 2022**

9 Tangible fixed assets

	Land and Buildings £
Cost	
At 1 October 2021	880,000
Additions	-
Disposals	-
Revaluation	
At 30 September 2022	880,000
Depreciation	
At 1 October 2021	-
Charge for year	-
Disposals	-
At 30 September 2022	-
Net book value	
At 30 September 2022	880,000
At 30 September 2021	880,000

The property was professionally valued on 11 June 2008 by Stevens Scanlan Ltd, Chartered Surveyors at an open market value of £1,100,000. However the valuation of £880,000 has been arrived at by the trustees after taking into account improvements to the property recorded in the financial statements of The Megacentre Rayleigh Ltd (a wholly owned subsidiary). The trustees consider this prudent in order to avoid any double counting of the improvement costs of the property.

In the trustees opinion, the current open market value of the property is not less than the valuation recorded in these accounts.

The property has a charge of £384,374 to Barnardos, as set out in note 14 to the accounts.

10 Fixed asset investments

	£
Cost/valuation at 1 October 2022	265,000
Diminution in value	-
Cost/valuation at 30 September 2022	265,000

Holdings of more than 10%

The charity holds more than 10% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	%
Subsidiary undertakings			
The Megacentre Rayleigh Ltd	United Kingdom	Ordinary	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves £	Profit/(Loss) for the year £
The Megacentre Rayleigh Ltd	112,757	71,903

The fixed asset investment was written down by £600,000 in 2016, in order to reflect a fairer representation of its value given the historical trading losses and balance sheet values of The Megacentre Rayleigh Ltd.

ACTIVE CHRISTIAN TRUST

**Notes to the financial statements
for the year ended 30 September 2022**

11 Debtors	2022	2021
	£	£
Amounts owed by group undertaking	56,863	76,863
Gift Aid Debtor	-	585
	<u>56,863</u>	<u>77,448</u>

12 Creditors: amounts falling due within one year	2022	2021
	£	£
Accruals and deferred income	1,170	1,170
Interest Free Loans	-	6,000
	<u>1,170</u>	<u>7,170</u>

13 Analysis of net assets between funds

	Unrestricted Fund	Designated Fund	Restricted Fund	Total
	£	£	£	£
Tangible fixed assets		880,000		880,000
Investments		265,000		265,000
Current assets	1,170	145,049	47,808	194,027
Creditors: amounts falling due within one year	(1,170)			(1,170)
	<u>-</u>	<u>1,290,049</u>	<u>47,808</u>	<u>1,337,857</u>

The Designated Fund includes funds received for specific purposes and is therefore ring-fenced and also represents the charity's Investment and Property Fund, which has been separately designated to hold the Trust's freehold property, and improvements to the property. As set out in the Trustee's Report, the improvements to the charity's property are held by The Megacentre Rayleigh Ltd, and these are funded by virtue of an investment in the share capital of the charity's subsidiary company.

ACTIVE CHRISTIAN TRUST

Notes to the financial statements for the year ended 30 September 2022

14 Contingent liabilities

In the event of a sale of the property a charge to Barnados will be payable from the proceeds only upon any future sale of the property.

The maximum amount repayable to Barnados (to include crystallised interest at date of purchase) would be in the sum of £384,374.

At 30 September 1999, the rental arrears totalled £225,483. At the purchase date of the property (26 April 2000) this arrears, together with the nominal rent charge for the period 1 October 1999 (£9,800) was waived. On the acquisition of the property from Barnardos, a sum of £384,374 was converted to a further charge on the property, repayable from any sales proceeds surplus. The arrears have been transferred to the Investment and Property Fund at book value. No provision is made for interest charges.

If the property were to be sold at the balance sheet date, for the carrying value, all secured charges would be met.

15 Related parties

During the year, Active Christian Trust received rental income of £78,000 from The Megacentre Rayleigh Ltd, its subsidiary undertaking.

A Donation of £55,000 was also received from The Megacentre Rayleigh Ltd in the year.

No Grants were made to The Megacente Rayleigh Ltd to support its activities (2021 - £35,000).

At the year end, Active Christian Trust was owed £56,863 (2021- £76,863) by The Megacentre Rayleigh Ltd. No interest is receivable on this debt and there is no fixed repayment schedule.