

Charity registration number 520853

**MURTON RECREATIONAL CHARITY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

MURTON RECREATIONAL CHARITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mrs H Napier Mr G Maitland Mrs J Maitland Mrs L Riley Mr A Napier Mr R Adcock-Forster Mr P Penman Mr M Grogan Mr S Robson Mrs E A Cowley Mr K Dixon Mrs M Rafferty L Grogan Mrs E Miller Mr K Longstaff	(Appointed 1 April 2022)
Charity number	520853	
Business address	Glebe Centre Durham Place Murton Seaham Co Durham SR7 9BX	
Auditor	Galley & Tindle Audit Limited Oakmere Belmont Business Park Durham	
Bankers	Barclays Bank Plc	

MURTON RECREATIONAL CHARITY

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MURTON RECREATIONAL CHARITY

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2023

The Trustees present their annual report and financial statements for the year ended 31 March 2023.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Charities Act 2011 and "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 for accounting periods commencing from 1 January 2016)

Name, registered office and constitution of the charity

The full name of the charity is Murton Recreational Charity. The legal registration details are:-

Date of incorporation: 20 January 1986
Charity Registration Number: 520853
Registered Office: The Glebe Centre, Murton, Seaham, Co. Durham SR7 9BX
Telephone number: +44 (0)191 520 8650

Objectives and activities

The object of the Charity is the provision and maintenance of a community / social centre, sports pavilion and recreation ground for the use of the inhabitants of the Parish of Murton and the neighbourhood thereof without distinction of political, religious or other opinions, including use for meetings, lectures and classes, and for other forms of recreation and leisure-time occupation, with the object of improving the conditions of well being for the said inhabitants.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

To meet the objectives in 2022 - 2023, the following activities, listed below,

Regular weekly / monthly bookings -

- Gymnasium and Cardio-vascular equipment exercises, including GP referrals.
- Various sports coaching for youngsters
- Adult football and cricket
- Junior football and cricket
- Carpet bowls
- Children's multi-sports sessions.
- Weight management sessions.
- Cycling Club.
- Walking group sessions.
- Karate lessons.
- Tai Chi.
- Mother & Toddler Crèche sessions (Daily)
- Heritage Society
- Dog training sessions

The facilities and services that the centre can provide have proved to be a popular choice with local and nearby residents, which has led to a return to the use for wedding, christening and funeral receptions; children's birthday parties, etc.

MURTON RECREATIONAL CHARITY

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Achievements and performance

The board of Trustees are satisfied with the performance of the charity however Covid restrictions changed the landscape of the business in relation to corporate meetings / training events, and consider that the charity is in a good position at 31 March 2023 to continue its activities during the forthcoming year, and that the charity's assets are adequate to full fill its present obligations.

The operational and financial performance is monitored and discussed in structured monthly meetings.

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives to enable us to plan our future activities. In particular, the Trustees consider how planned activities will enhance and contribute to the aims and objective they have set.

Financial review

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between one and three month's expenditure. The Trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

As required by our Financial Regulations, quarterly financial statements were presented to the General Management Committee and a full copy of the Auditors Report was produced for each trustee.

Public Benefit

The Trustees have had regard to the Charity Commission guidance on their legal duty on public benefit, and are satisfied that the Charity delivers worthwhile public benefit. Due regard is paid to the guidance on public benefit when deciding on what new projects the Charity should undertake.

Risk Assessment

The Trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The General Management Committee adopted a Risk Assessment Policy Submitted by the Secretary in March 2001, and this document has been subjected to an annual review since that date.

The object of the Charity is the provision and maintenance of a community / social centre, sports pavilion and recreation ground for the use of the inhabitants of the Parish of Murton and the neighbourhood thereof without distinction of political, religious or other opinions, including use for meetings, lectures and classes, and for other forms of recreation and leisure-time occupation, with the object of improving the conditions of well being for the said inhabitants.

Structure, governance and management

The Charity's Constitution is contained in a governing document, known as a Scheme, which was sealed on 20th January 1986. The Secretary of the Charity holds a copy of this document on file.

The head of the organisation is the Chairman of the Association. This position is supported by the following: -

- Secretary of the Association - who is the Chief Officer and is responsible for an Administrative unit; a Services Unit. This officer is also the Company Secretary of our subsidiary organisation, Glebe Centre Enterprises Ltd. Which entails responsibility for Conference Rooms, as well as a Bar and Catering Unit
- General Committee - comprising all 15 representative Trustees and an Executive Committee of 6 Trustees, which include the Chairman and Treasurer.
- A total of 2 full-time and 3 part-time staff are jointly employed on the activities of both the Charity and its subsidiary company.

The Charity is not part of a wider network.

The Trustees who served during the year were:

Mrs H Napier
Mr G Maitland

MURTON RECREATIONAL CHARITY

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Mrs J Maitland
Mrs L Riley
Mr A Napier
Mr R Adcock-Forster
Mr P Penman
Mr M Grogan
Mr S Robson
Mrs E A Cowley
Mr K Dixon
Mrs M Rafferty
L Grogan
Mrs E Miller
Mr K Longstaff

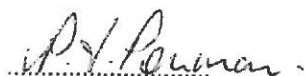
(Appointed 1 April 2022)

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Auditor

In accordance with the company's articles, a resolution proposing that Galley & Tindle Audit Limited be reappointed as auditor of the company will be put at a General Meeting.

The trustees' report was approved by the Board of Trustees.



Mr P Penman

Trustee

Dated:

MURTON RECREATIONAL CHARITY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

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

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the 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 Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MURTON RECREATIONAL CHARITY

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF MURTON RECREATIONAL CHARITY

Opinion

We have audited the financial statements of Murton Recreational Charity (the 'charity') for the year ended 31 March 2023 which comprise the statement of financial activities, the statement of financial position and notes to the financial statements, including 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 2023 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 trustees' 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 Trustees 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 Trustees 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 trustees' 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.

MURTON RECREATIONAL CHARITY

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF MURTON RECREATIONAL CHARITY

Responsibilities of Trustees

As explained more fully in the statement of trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are 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 Trustees 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 144 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- We identified the laws and regulations applicable to the company through discussions with trustees and our management;
- We assessed the extent of compliance with laws and regulations identified above through making enquiries of management and inspecting legal correspondence;
- Identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by;

- Making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations; and
- Understanding the design of the charity's remuneration policies.

To address the risk of fraud through management bias and override of controls, we:

- Performed analytical procedures to identify any unusual or unexpected relationships;
- Tested journal entries to identify unusual transactions;
- Assessed whether judgements and assumptions made in determining accounting estimates were indicative of potential bias; and
- Investigated the rationale behind significant or unusual transactions.

MURTON RECREATIONAL CHARITY

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF MURTON RECREATIONAL CHARITY

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation;
- Reading the minutes of meetings of those charged with governance;
- Enquiring of management as to actual and potential litigation and claims; and
- Reviewing correspondence with HMRC, relevant regulators and the company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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.

Use of our report

This report is made solely to the charity's trustees, 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 trustees those matters we are required to state to them in an auditor's 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Richard Tait BFP ACA/FCCA (Senior Statutory Auditor)
for and on behalf of Galley & Tindle Audit Limited

29/11/23

Chartered Accountants
Statutory Auditor

Oakmere
Belmont Business Park
Durham

Galley & Tindle Audit Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

MURTON RECREATIONAL CHARITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Income and endowments from:							
<u>Charitable activities</u>							
Voluntary Income	2	111,159	-	111,159	129,848	-	129,848
Activities for generating funds	2	23,218	-	23,218	14,231	-	14,231
Investments	3	208	-	208	11	-	11
Other income	4	1,920	-	1,920	-	-	-
Total income		<u>136,505</u>	<u>-</u>	<u>136,505</u>	<u>144,090</u>	<u>-</u>	<u>144,090</u>
<u>Expenditure on:</u>							
Charitable activities	6	<u>113,531</u>	<u>70,145</u>	<u>183,676</u>	<u>102,712</u>	<u>66,720</u>	<u>169,432</u>
Net gains/(losses) on investments	9	<u>-</u>	<u>-</u>	<u>-</u>	<u>450</u>	<u>-</u>	<u>450</u>
Net movement in funds		<u>22,974</u>	<u>(70,145)</u>	<u>(47,171)</u>	<u>41,828</u>	<u>(66,720)</u>	<u>(24,892)</u>
Fund balances at 1 April 2022		<u>48,647</u>	<u>1,224,318</u>	<u>1,272,965</u>	<u>6,819</u>	<u>1,291,038</u>	<u>1,297,857</u>
Fund balances at 31 March 2023		<u><u>71,621</u></u>	<u><u>1,154,173</u></u>	<u><u>1,225,794</u></u>	<u><u>48,647</u></u>	<u><u>1,224,318</u></u>	<u><u>1,272,965</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

MURTON RECREATIONAL CHARITY

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	11		1,027,758		1,067,047
Investments	12		40,950		40,950
			<u>1,068,708</u>		<u>1,107,997</u>
Current assets					
Debtors	13	58,738		74,166	
Cash at bank and in hand		107,633		99,618	
		<u>166,371</u>		<u>173,784</u>	
Creditors: amounts falling due within one year	14	(9,285)		(8,816)	
Net current assets			157,086		164,968
Total assets less current liabilities			<u>1,225,794</u>		<u>1,272,965</u>
Income funds					
Restricted funds	15		1,154,173		1,224,318
Unrestricted funds			71,621		48,647
			<u>1,225,794</u>		<u>1,272,965</u>

The financial statements were approved by the Trustees on



Mr P Penman
Trustee

MURTON RECREATIONAL CHARITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

Murton Recreational Charity is a registered charity. The registered office of the charity is Glebe Centre, Durham Place, Murton, Seaham, Co. Durham, SR7 9BX.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "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 for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the period to 12 months from approval of the financial statements.

Despite the recent deficits suffered the trustees consider the going concern basis to be appropriate and they have taken measures to improve the position by seeking more funding and holding more charitable events.

When making their assessment the charity has prepared financial forecasts to October 2023. The financial statements have been prepared on a going concern basis which assumes that the charity will continue to meet its liabilities as they fall due for at least one year from the date of approval of these financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

MURTON RECREATIONAL CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be recovered, and is reported as part of the expenditure to which it relates.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	3% Straight line (no depreciation charged on land)
Fixtures and fittings	15% Reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Investments held as fixed assets are the paintings by J McGinn which were donated to the charity by his estate. These are stated at their valued amount and the valuation was carried out by Boldon Auction Galleries Limited in June 2016 (updated September 2021 - no movement in valuation). The shares held by the charity relate to its trading subsidiary Glebe Centre Enterprises Limited and are stated at the historic cost.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

MURTON RECREATIONAL CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.13 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

MURTON RECREATIONAL CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

2 Charitable activities

	Voluntary Income	Activities for generating funds	Total 2023	Voluntary Income	Activities for generating funds	Total 2022
	2023	2023		2022	2022	
	£	£	£	£	£	£
Murton Parish Council	72,000	-	72,000	72,000	-	72,000
General Donations	3,327	-	3,327	1,646	-	1,646
Grants Receivable	35,832	-	35,832	56,202	-	56,202
Reception Activities	-	9,959	9,959	-	5,267	5,267
Conference Facilities	-	13,259	13,259	-	8,964	8,964
	<u>111,159</u>	<u>23,218</u>	<u>134,377</u>	<u>129,848</u>	<u>14,231</u>	<u>144,079</u>

3 Investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Interest receivable	<u>208</u>	<u>11</u>

4 Other income

	Unrestricted funds	Total
	2023	2022
	£	£
Other income	<u>1,920</u>	<u>-</u>

MURTON RECREATIONAL CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

5 Support costs

	Support costs	Governance costs	2023	2022
	£	£	£	£
Staff costs	-	52,532	52,532	46,925
Audit fees	-	3,065	3,065	2,920
Accountancy fees	-	2,300	2,300	2,273
	-	57,897	57,897	52,118
Analysed between Charitable activities	-	57,897	57,897	52,118

Governance costs includes payments to the auditors of £3065 (2022- £2920) for audit fees.

6 Charitable activities

	Charitable Expenditure 2023	Charitable Expenditure 2022
	£	£
Depreciation and impairment	70,145	66,720
Rates & Water	6,582	3,288
Insurance	8,248	8,235
Heat, light & power	24,743	24,471
Repairs & maintenance	11,028	9,791
Telephone	1,531	1,571
Establishment - other	3,264	3,061
Bank charges	238	177
	125,779	117,314
Share of governance costs (see note 5)	57,897	52,118
	183,676	169,432
Analysis by fund		
Unrestricted funds	113,531	102,712
Restricted funds	70,145	66,720
	183,676	169,432
For the year ended 31 March 2022		
Unrestricted funds	102,712	
Restricted funds	66,720	
	169,432	

MURTON RECREATIONAL CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

7 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year (2022: None).

8 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	5	5
	<u>5</u>	<u>5</u>
Employment costs	2023	2022
	£	£
Wages and salaries	46,196	40,786
Social security costs	2,740	2,206
Other pension costs	3,596	3,933
	<u>52,532</u>	<u>46,925</u>
	<u>52,532</u>	<u>46,925</u>

The above number of employees includes those staff carrying out work for Glebe Centre Enterprises Ltd.

There were no employees whose annual remuneration was more than £60,000.

9 Net gains/(losses) on investments

	Total Unrestricted funds	
	2023	2022
	£	£
Revaluation of investments	-	450
	<u>-</u>	<u>450</u>

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

MURTON RECREATIONAL CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

11 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Total £
Cost			
At 1 April 2022	1,956,671	279,154	2,235,825
Additions	-	30,856	30,856
At 31 March 2023	1,956,671	310,010	2,266,681
Depreciation and impairment			
At 1 April 2022	935,068	233,710	1,168,778
Depreciation charged in the year	58,700	11,445	70,145
At 31 March 2023	993,768	245,155	1,238,923
Carrying amount			
At 31 March 2023	962,903	64,855	1,027,758
At 31 March 2022	1,021,603	45,444	1,067,047

12 Fixed asset investments

	Unlisted investments £
Cost or valuation	
At 1 April 2022 & 31 March 2023	40,950
Carrying amount	
At 31 March 2023	40,950
At 31 March 2022	40,950

13 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	1,750	6,833
Other debtors	55,031	65,610
Prepayments and accrued income	1,957	1,723
	58,738	74,166

MURTON RECREATIONAL CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

14 Creditors: amounts falling due within one year

	2023 £	2022 £
Other taxation and social security	1,074	944
Trade creditors	198	122
Other creditors	62	123
Accruals and deferred income	7,951	7,627
	<u>9,285</u>	<u>8,816</u>

15 Restricted funds

Purpose of restricted funds

Welfare Modernisation Project

The project was to modernise the Welfare building in Murton. The trustees constantly look to maintain and improve the building and its facilities. This fund represents the total externally financed using restricted funds. A transfer is made each year to unrestricted funds which equates to the figure charged for depreciation in the SOFA, on these assets.

J McGinn

The estate of J McGinn gifted paintings by the artist to the Murton Welfare Association.

Multi Purpose Community Sports Facility

The fund has been established to build a new community sports facility to replace the old cricket pavilion.

Youth Shelter

The fund was set up to redevelop the former tennis court pavilion in the park for the young people in the village, giving them a safe place to socialise with friends and participate in positive activities.

Regeneration Project

Funding was obtained from Durham County Council Area Action Partnership Scheme and the Government's Jobs for the Future Fund to promote use of the new building and to identify groups and organisations seeking the use of such facilities.

16 Analysis of net assets between funds

	Unrestricted 2023 £	Restricted 2023 £	Total Unrestricted 2023 £	Restricted 2022 £	Total 2022 £
Fund balances at 31 March 2023 are represented by:					
Tangible assets	-	1,027,758	1,027,758	-	1,067,047
Investments	1,000	39,950	40,950	1,000	40,950
Current assets/(liabilities)	70,621	86,465	157,086	47,647	164,968
	<u>71,621</u>	<u>1,154,173</u>	<u>1,225,794</u>	<u>48,647</u>	<u>1,272,965</u>

17 Unrestricted funds

It is the policy of the Charity to maintain unrestricted funds, which are free reserves of the Charity, at a level which equates to approximately three months of unrestricted expenditure. This proves sufficient funds to cover management and administration support costs.

MURTON RECREATIONAL CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

18 Related party transactions

The charity owns all of the issued share capital of the company Glebe Centre Enterprises Limited (the company). All of the activities undertaken by this company take place in the Murton Recreational Charity's (the Charity) premises, The Glebe Centre or the Multi-Purpose Community Sports Facility. Glebe Centre Enterprises Ltd pays various costs towards the repair and upkeep of the establishment and its fixtures, fittings and equipment and also meets part of the wages costs of the Charity via Gift Aid. Your attention is drawn to the inter company loan account included in debtors which reflects the monies advanced to the Company to allow it to trade. The balance owing to the Charity as at 31 March 2023 is £53,658 (2022: £52,840). The loan is repayable on demand and there is no interest charged.

