

THE CLEAN EARTH TRUST
REPORT AND UNAUDITED FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2023

**THE CLEAN EARTH TRUST
TRUST INFORMATION**

YEAR ENDED 30 APRIL 2023

Trustees

A Munro
L Bampton

Treasurer

K Creasey

Secretary

J Regnard

Policy Officer

P Bugden

Registered Office

Thistle Cottage
Valnord Hill
St Peter Port
Guernsey

Charity registration number

CH592

THE CLEAN EARTH TRUST REPORT OF THE TRUSTEES

YEAR ENDED 30 APRIL 2023

The Trustees present their annual report and the unaudited financial statements (the “Financial Statements”) of The Clean Earth Trust (the “Charity”) for the year ended 30 April 2023.

Trustees

The Trustees of the Charity who served during the year ended 30 April 2023 are set out on page 1.

Charity purpose

To limit the impact of human interaction with the environment with particular reference to Guernsey.

Results

The results for the year are set out in the Statement of Financial Activities on page 4.

Going Concern

The Trustees are of the view that the Charity is a going concern.

Trustees’ Report

The Clean Earth Trust is now well-placed to take advantage of opportunities to grow. The Charity has a dedicated Management Committee, robust systems of governance in place, an ever-expanding community of volunteers, and growing interest from potential corporate partners. Securing reliable funding for employees’ salaries is the number one challenge facing the charity as we head into the year ending 30 April 2024, and will be vital to help the charity keep growing on its current trajectory, using a model of a lean core of paid staff (one full time and one part time) to leverage opportunities and volunteer hours. An estimated 2,000 volunteer hours were recorded on the beach clean project in the last year with an additional 500 volunteer hours for the repair cafe in the same period.

Emily, our Repair Café manager, has been in post since September 2022 thanks to funding from the Social Investment Fund. Our monthly pop-ups and clothes swaps continue to be well-attended, and in the near future we will be introducing corporate repair workshops and clothes swaps and hosting our first “sewing social” courses, with a view to bringing more income into the charity. Securing permanent premises for the Repair Café and long-term funding for Emily’s salary remain priorities for the trust.

The Beach Clean team has had a busy year of corporate cleans, and interest in our corporate beach clean offering is growing. It is particularly heartening to see businesses coming back year on year to support the charity and clean our island’s beaches. The Beach clean team also continues to lead our weekly public beach cleans and surveys, data from which underpins our Marine Litter Reports. The first report, covering 2021’s beach cleans, was published in November 2022, and was generously sponsored by RBC. In tandem with the publication of this report, the trust launched a campaign to ban single-use plastics in Guernsey. Work on this campaign is ongoing, led by our Policy Officer, Paul Bugden. Work on the 2022 Marine Litter Report is nearly complete thanks to the hard work of Charity Coordinator Olivia Bennett.

We look forward to a busy and productive year ahead.

**THE CLEAN EARTH TRUST
REPORT OF THE TRUSTEES (CONTINUED)**

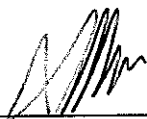
YEAR ENDED 30 APRIL 2023

Trustees' Responsibilities in relation to the Financial Statements

The Charity trustees are responsible for preparing a Trustees' Annual Report and 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, including the income and expenditure of the Charity for that year and are in accordance with applicable laws. 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 Statement of Recommended Practice (the "SORP");
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK 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 business for the foreseeable future.

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 have been properly prepared in accordance with The Charities and Non Profit Organisations (Registration) (Guernsey) Law, 2008, The Charities etc. (Guernsey and Alderney) Ordinance, 2021 and the provisions of the trust deed. 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.


Trustee A. Munro
Date 9th August 2023

**THE CLEAN EARTH TRUST
STATEMENT OF FINANCIAL ACTIVITIES**

YEAR ENDED 30 APRIL 2023

	Notes	Restricted Funds £	Unrestricted Funds £	Total Funds 2023 £	Total Funds 2022 £
INCOME					
Grants & donations	2	21,880	10,588	32,468	37,840
EXPENDITURE					
		(21,880)	(13,630)	(35,510)	(36,860)
OTHER INCOME					
			3	3	5
NET INCOME FOR THE YEAR		-	(3,039)	(3,039)	985
TOTAL FUNDS BROUGHT FORWARD					
		-	8,807	8,807	7,822
TOTAL FUNDS CARRIED FORWARD					
		-	5,768	5,768	8,807

The notes on pages 6 to 9 form an integral part of these Financial Statements.

**THE CLEAN EARTH TRUST
BALANCE SHEET**

YEAR ENDED 30 APRIL 2023

	Notes	Restricted Funds	Unrestricted Funds	Total Funds 2023 £	Total Funds 2022 £
FIXED ASSETS					
Equipment	3	-	190	190	238
Computer equipment	3	-	546	546	114
TOTAL FIXED ASSETS		-	736	736	352
CURRENT ASSETS					
Cash and cash equivalents		11,778	5,814	17,592	40,802
TOTAL CURRENT ASSETS		11,778	5,814	17,592	40,802
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR					
Deferred income	4	(11,778)	-	(11,778)	(31,898)
Other	4	-	(782)	(782)	(449)
TOTAL CURRENT ASSETS LESS CURRENT LIABILITIES		-	5,032	5,032	8,455
CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR					
		-	-	-	-
NET ASSETS		-	5,768	5,768	8,807
THE FUNDS OF THE CHARITY					
Restricted income funds	6			-	-
Unrestricted income funds	6			5,768	8,807
				5,768	8,807

Approved by the Trustees and authorised for issue on

8 August 2023

Trustee

The notes on pages 6 to 9 form an integral part of these Financial Statements.

**THE CLEAN EARTH TRUST
NOTES TO THE FINANCIAL STATEMENTS**

YEAR ENDED 30 APRIL 2023

1. ACCOUNTING POLICIES

Statement of compliance

The Clean Earth Trust (the "Charity") is a Guernsey proper law trust, registered as a charity in Guernsey with registration number CH592. The Registered Office is Thistle Cottage, Valnord Hill, St Peter Port, Guernsey.

The Charity's Financial Statements have been prepared in compliance with FRS 102 (Section 1A) as it applies to the Financial Statements of the Charity for the year ended 30 April 2023.

Basis of preparation

These Financial Statements have been prepared in accordance with applicable accounting standards, and the principal accounting policies adopted by the Trustees are set out below and have been applied consistently. The Financial Statements have been prepared under the historical cost convention, in accordance with applicable United Kingdom Accounting Standards (FRS 102, Section 1A) and give a true and fair view of the state of affairs of the Charity and of the results of the Charity for that year.

The Financial Statements are presented in sterling, which is the functional currency of the Charity and are rounded to the nearest pound sterling.

Going concern

The Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. The Charity scales its operations according to the level of funding that has been secured, and so the Charity is able to meet its obligations as they fall due. Accordingly, they continue to adopt the going concern basis in preparing the Financial Statements.

Income

Income is accounted for on an accruals basis.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor. Restricted funds are classified as deferred income (note 4) until the funds are used for their specified purpose, at which point they are recognised as income.

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects.

Expenses

Expenses are accounted for on an accruals basis.

Cash and cash equivalents

Cash and cash equivalents in the Balance Sheet comprise of cash at bank and in hand.

**THE CLEAN EARTH TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

YEAR ENDED 30 APRIL 2023

1. ACCOUNTING POLICIES (CONTINUED)

Financial assets and liabilities

Recognition

Financial assets and liabilities are recognised when the Charity becomes party to the contractual provisions of the instrument. The financial assets and liabilities of the Charity consist wholly of basic financial instruments.

Initial measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), and subsequently carried at amortised cost.

Derecognition of financial assets and liabilities

Financial assets are derecognised when and only when a) the contractual rights to the cash flow from the financial asset expire or are settled, b) the Charity transfers to another party substantially all of the risk and financial rewards of ownership of the financial assets, or c) the Charity, despite having retained some significant risk and reward of ownership has transferred control of the asset to another party and the other party has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without needing to impose additional restrictions on the transfer. Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Fixed assets

Depreciation is calculated and charged at the following annual rates, in order to write off each asset over its useful estimated life:

Equipment	20% reducing balance
Computer equipment	20% reducing balance

Taxation

The Charity is exempt from Guernsey income tax.

The Charity is required to deduct tax in respect of salary payments made to Guernsey resident employees and pay this over to the Guernsey Revenue Service on their behalf.

Cash flow

The accounts do not include a cash flow statement on the basis that the Charity, as a small reporting entity, is exempt from this requirement under FRS102 Section 1A.

**THE CLEAN EARTH TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

YEAR ENDED 30 APRIL 2023

2. GRANTS AND DONATIONS

The Charity received a grant from the Guernsey Community Foundation (“GCF”). For the year ended 30 April 2023 this grant was £nil (2022: £25,000).

The Charity also received a grant from the Social Investment Fund (“SIF”). In 2023 this grant was £nil (2022: £21,343). The funds received in 2022 have been utilised during the year ended 30 April 2023 in accordance with the grant terms to fund the salary of the repair café manager.

Other key donors are set out in note 4.

3. FIXED ASSETS

	Equipment	Computer equipment	Total
	£	£	£
COST			
As at 1 May 2022	283	118	401
Additions	-	525	525
Disposals	-	-	-
As at 30 April 2023	<u>283</u>	<u>643</u>	<u>926</u>
ACCUMULATED DEPRECIATION			
As at 1 May 2022	45	4	49
Charge for the year	48	93	141
As at 30 April 2023	<u>93</u>	<u>97</u>	<u>190</u>
NET BOOK VALUE			
As at 30 April 2023	<u>190</u>	<u>546</u>	<u>736</u>
As at 30 April 2022	<u>238</u>	<u>114</u>	<u>352</u>

The Charity also holds ownership of a van, for which it has sole right of use. The van was donated at nil cost and holds scrap value only and as such no monetary value has been accounted for.

This also applies for six sewing machines and two laptops which were donated to the Charity.

**THE CLEAN EARTH TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

YEAR ENDED 30 APRIL 2023

4. CREDITORS: DUE WITHIN ONE YEAR

	2023	2022
	£	£
<i>Deferred income:</i>		
Social Investment Fund	9,105	21,343
RBC	-	8,141
Guernsey Electricity	1,854	1,854
Sure	260	-
Other	559	559
	<u>11,778</u>	<u>31,898</u>
<i>Other:</i>		
Accruals	-	24
Income tax payable	393	172
Social Security payable	349	253
Wages payable	40	-
	<u>782</u>	<u>449</u>

Deferred income relates to monies which have been received from donors or grant givers but where the related expenditure for which the monies are intended to offset has not yet been incurred.

5. AVERAGE NUMBER OF EMPLOYEES DURING THE YEAR

The average number of employees during the year was 2 (2022: 1).

6. RESERVES

	2023
	£
Brought forward at 1 May 2022	8,807
Expenditure for the year	<u>(3,039)</u>
Carried forward at 30 April 2023	<u>5,768</u>

7. RELATED PARTY TRANSACTIONS AND CONTROLLING PARTY

In the opinion of the Trustees, there is no controlling party as defined by FRS 102 (Section 1A), as no party has the ability to direct the financial and operating policies of the Charity with the view to gaining economic benefits from their direction. There have been no related party transactions during the year and the trustees have not been paid any remuneration or received any other benefits from employment with the charity or a related entity.

8. SUBSEQUENT EVENTS

There have been no significant subsequent events to disclose.

THE CLEAN EARTH TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 30 APRIL 2023

	2023	2022
	£	£
INCOME		
Grant for Head of Operations salary	-	24,057
Grant for Repair Café Manager salary	12,238	-
Beach Clean Project sponsorship (RBC)	8,141	1,859
General donations	5,881	8,680
Corporate beach cleans	2,669	1,200
SUP campaign grant (Condor Ferries)	1,500	-
Repair Café donations	1,394	1,096
Repair Café sales	645	948
	<u>32,468</u>	<u>37,840</u>
OTHER INCOME		
Deposit Interest	<u>3</u>	<u>5</u>
TOTAL INCOME	<u>32,471</u>	<u>37,845</u>
OPERATING EXPENSES		
Salaries & Wages	30,536	25,916
Freelance hours	1,715	3,165
Repair Café operating costs	946	1,789
Sustainability project costs	-	1,450
Advertising and marketing	101	812
Insurance	620	794
IT Software and consumables	94	-
Beach cleaning project costs	392	499
Motor expenses	531	538
Depreciation	140	49
Sundry expenses	6	149
Subscriptions	223	109
Accountancy costs	60	70
Staff training	146	350
Printing and stationery	-	4
Stock written off	-	1,166
TOTAL EXPENDITURE	<u>35,510</u>	<u>36,860</u>
NET (EXPENDITURE)/INCOME FOR THE YEAR	<u>(3,039)</u>	<u>985</u>