

The Chesterfield Canal Trust Limited

**Annual Report
and
Financial Statements**

Year Ended 30 September 2020

Company Registration number 03403203

Charity Registration number 1071376

Vat Registration Number 345 0352 26

The Chesterfield Canal Trust Limited

Annual Report and Financial Statements

Year Ended 30 September 2020

Contents	Page
Company Information	1
Report of the Directors	2 - 9
Independent Examiner's Report	10
Statement of Financial Activities	11
Balance sheet	12
Notes to the Financial Statements	13 - 24

THE CHESTERFIELD CANAL TRUST LIMITED

COMPANY INFORMATION

FOR THE YEAR ENDED 30 SEPTEMBER 2020

Reference and Administrative Information

Charity Name: The Chesterfield Canal Trust Ltd

Charity Registration Number: 1071376

Company Registration Number: 3403203

Vat Registration Number: 345 0352 26

Registered Office: Hollingwood Hub
22 Works Road
Hollingwood
Chesterfield
S43 2PF

Directors and Charity Trustees

Dr P G Hardy	Chair	
Mr M P Edwards	Vice Chair	(Appointed as Vice Chair 11 th May 2020)
Mr R D Auton	Secretary	(Appointed as Trustee and Secretary 29 th June 2020)
Ms L C Watson	Treasurer	(Appointed as Treasurer 11 th December 2019)
Mrs K Auton		
Mrs R Girling		
Mr A James		
Mr D Kiddy		
Mr M I Potter		
Mr I P Rowbotham		
Mrs S J Stephens		
Mr S Wilson		(Appointed 28 th April 2020)
Mr G Challands		(Resigned 23 rd March 2020)
Mrs J E James		(Resigned 29 th June 2020)
Mr R Stonebridge		(Resigned 12 th October 2020)

Independent Examiner

Nicola Adams ACA DChA
BHP LLP, Chartered Accountants
57-59 Saltergate
Chesterfield
S40 1UL

Principal Bankers

Unity Trust plc
Nine Brindley Place
Birmingham
B1 2H

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

The Directors present their report and financial statements for the year ended 30 September 2020. The Trustees have adopted the provisions of the Statement of Recommended Practice “Accounting and Reporting by Charities” in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes 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 published in October 2019.

CORONAVIRUS AND THE CHESTERFIELD CANAL TRUST

Like every other organisation the Trust has been affected by the ramifications of the Coronavirus pandemic.

- Our trip boats ceased taking passengers in March and only resumed on a limited basis in August.
- Our shop and information centre also stopped trading in March but resumed, with caution, in July.
- Our work party ceased activity in March but resumed work safely in June.
- We cancelled our Festival, planned for the end of June.
- We cancelled our Walking Festival planned for mid-September.
- Our Promotional Trailer was unable to attend the planned shows and events.
- Our Development manager was able to work from home.
- Regular, shorter, and more frequent meetings of the Trustees and sub-committees continued through the year using video conferencing facilities.
- Our AGM, initially planned for March, was postponed until October. However, changing guidelines meant that the October meeting was also cancelled. The Annual Report and a video presentation are available on the Trust website and have been viewed over 200 times. This action was in accordance with the Governments ‘Coronavirus (COVID-19) guidance for the charity sector’
- A Discretionary Grant from Chesterfield Borough Council of £7,500 mitigated some of the lost income.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

- **Governing Document**

The organisation is a charitable company limited by guarantee, incorporated on 14th July 1997, and registered as a charity on 7th September 1998. The company was established under a Memorandum of Association which established the objectives and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount per member not exceeding £1.

- **Directors and Trustees**

The Directors of the Company are also charity Trustees for the purpose of charity law and are elected after the Annual General Meeting (AGM).

Constitutionally one third of the Trustees stand down each year and shall be eligible for re-election at the next Annual General Meeting. The Trustees to retire shall be the longest in office since the last election. New Trustees may be nominated by the members and if there are more nominations than positions then an election by members present is held at the AGM.

In 2020, Mrs. K Auton, Mrs. R Girling, Mr. D Kiddy and Mrs. S Stephens were due to retire by rotation and, being eligible, offered themselves for re-election. Mr. M I Potter was co-opted during the previous financial year, Ms. L Watson, Mr. S Wilson, and Mr. R D Auton were co-opted during the year and all offered themselves for election. However, because of the Coronavirus pandemic the Trusts AGM was not held this year and the re-election of the above Trustees has been postponed until 2021. Please see 'Coronavirus and the Chesterfield Canal Trust' on page 2.

- **Directors Induction and Training**

The Directors try to ensure that Directors appointed have the necessary skills to further the Trust's objectives. The Directors are regularly informed of training and development opportunities which arise that could be of benefit to the Trust. The Directors are aware of the policies and procedures that cover the day to day work of the Trust.

- **Organisational Structure**

The Trust Board is responsible for the ultimate management and direction of the Trust. The Trust Board concentrates on strategic decision making.

The Trust has 5 sub-committees led by a Chair who is also a Director. The sub-committees report to the Trust Board. The sub-committees are: Restoration, Boats, Publicity and Promotion, Hollingwood Hub & Retail and Membership Engagement.

The sub-committees have some autonomy allowing decisions without reference to the Trust Board if decisions are in line with Trust objectives and do not exceed approved budget limits. The sub-committees meet regularly and report back to the main Trustee Meetings which are held every 4-6 weeks.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

- **Organisational Structure(continued)**

The Trust has one employee (Development Manager) and around 200 volunteers.

The Trust also has strong partnership links with many organisations, most notably with Derbyshire County Council, Chesterfield Borough Council, the Canal and River Trust and the Inland Waterways Association. We value and thank these organisations for their help and co-operation.

As the restoration moves into other areas, we look forward to working more closely with North East Derbyshire District Council, Rotherham Metropolitan Borough Council, Bassetlaw District Council and Nottinghamshire County Council to achieve full restoration. These authorities are represented by the Chesterfield Canal Partnership. A review of the composition and remit of this partnership is currently being undertaken.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

OBJECTIVES AND ACTIVITIES

The Trusts objectives and principal activities are:

- To promote the restoration to good navigable order of as much as considered possible of The Chesterfield Canal and to maintain and improve the Waterway for the use and benefit of the public.
- To promote the construction of the 'Rother Link'.
- To promote the fullest use of the Waterway for the benefit of the public.
- To promote, and educate the public, in the history, use of and associated wildlife of the waterway.

Public Benefit

When planning activities for the year, the Directors have considered the Charity Commission guidance on public benefit.

- Purchase of properties along the line of the proposed canal.
Along the whole length of the proposed canal restoration there are 2 properties (semi-detached to each other) that could impede the progress of the restoration. These properties were advertised for sale and the Trust has purchased them. This secures the length of the canal from residential housing. The properties have been refurbished and rented out thus providing the Trust with an income until such time that the restoration reaches that area.
- Planning permission
A large planning application has been made for the restoration of 1.6 miles of the Chesterfield Canal to Chesterfield Borough Council. This large application received a lot of support from local residents, councillors and MP's. It has also required HS2 to enter into discussions with us around the crossing of the canal by their maintenance line, a discussion which had previously been progressing very slowly.
- Staveley Basin and Hartington Harbour
The Trust has completed outstanding works around Staveley Basin and has put puddle clay into a 230m length of canal after Staveley lock. This section will shortly be in permanent water.
- Works compound
During the year, the work party completed a large and secure compound with facilities to store the Trust's equipment at the bottom of Bellhouse Lane next to the line of the canal.
- Narrowboat
The Trust purchased, from a local school, the narrowboat Madeline which enables us to carry more passengers, to promote and raise funds for the canal restoration.
- Grants
During the year we successfully received a grant offer from IWA. We are currently negotiating the terms and conditions of the award.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

OBJECTIVES AND ACTIVITIES (continued)

Volunteering

- The Chesterfield Canal Trust is dependent on its many volunteers to whom it is greatly indebted. Their enthusiasm, dedication and hard work make our organisation the envy of so many others.

- Volunteer hours.

Our 200 volunteers contributed over 24,263 hours towards the restoration of the canal and the Trust's other activities this year. This is a remarkable achievement when considering the reduced activity caused by the Coronavirus outbreak.

These hours can be grouped as follow:

Promoting, improving, and protecting the canal	11,187
Restoring and maintaining the canal	8,836
Member support and administration	4,240

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

- Development Manager

We continue to employ a manager to plan present and future restoration of the canal. He works with local authorities, statutory agencies and experts and is assisted by several volunteers both at an office level and at expert level. We have at times paid for expert help to assist him.

- The annual Waterways Award, organised by the Canal and River Trust, awarded the Trust's historic narrowboat 'Python' a commendation for the work it undertakes in improving vegetation growth along the Chesterfield Canal.
- The Trust recognises the hard work of our volunteers and provides, free of charge, First Aid Training to all the volunteers and for those on boats the ability to achieve the Royal Yachting Association or National Community Boat's Association Helmsman's Certificate.
- The Trust continues to update and publish an annual visitor guide of which 20,000 copies were distributed free of charge during the year. It also publishes other books and leaflets to promote the restoration of the canal and the use of the waterway.
- The Trust, through a number of its volunteers, offers talks to small and large groups or organisations about the Chesterfield Canal and the restoration we are doing. Thirteen talks were given this year to over 758 people.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

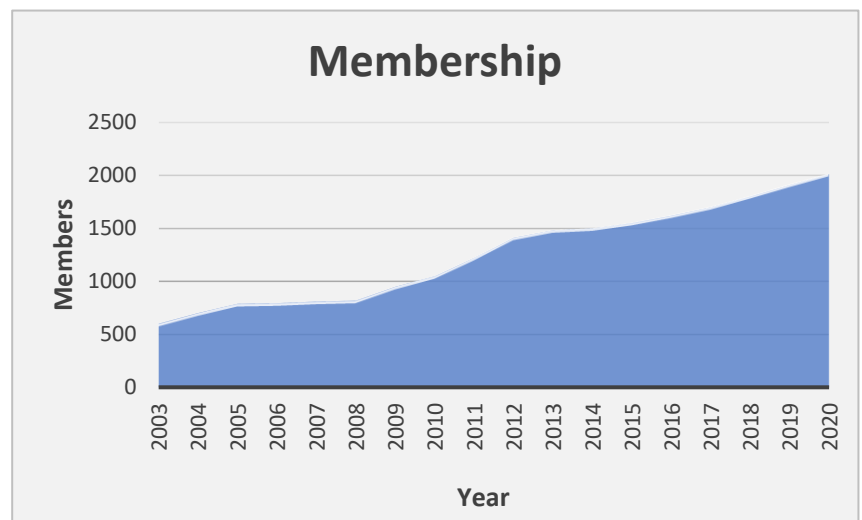
ACHIEVEMENTS AND PERFORMANCE (Continued)

Fundraising

- The Trust's four trip boats remain an extremely popular means of promoting the canal and over the year volunteers spent over 4,500 hours taking 3,762 members of the public, many of whom had never seen the canal before, onto the canal for celebrations, trips, and experiencing Santa on a boat. During the year we had our most successful 'Santa' season. The Coronavirus pandemic however did affect the income from these trips from March onwards.
- The shop and information centre at Hollingwood, with its associated coffee shop, continues to contribute to the funds of the charity.
- Gift, legacies and donations also continue to help us achieve our ambition of restoring the Chesterfield Canal and during this year we received an extremely generous large donation which has enabled us to keep to our plans for the year.

Membership

- During the year membership of the Trust increased from 1,911 to 2,012 (a 5% increase), thus providing a reliable source of income.



THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

FINANCIAL REVIEW

- Income for the year has increased by £81,494 on 2019. Total income the year is £399,840 compared with £318,346 in 2019. Many income streams during 2019/2020 have suffered because of the consequence of lost trading activity during the Coronavirus pandemic. The loss of Income, however, has been offset by a net refund of VAT from HMRC of £62,031, Property rental income of £8,100, additional grant receipts of £4,250, additional membership income of £3,948 and increased Gift Aid recovery of £5,019.
- Expenditure increased in the year from £158,618 to £172,276. The increased expenditure is mainly due to the activity of the Development Office as it increases spending activity on Canal Restoration (£35,000) offset by reduction in spending on materials; (£8,000), repairs and renewals; (£14,000). This is due to the cessation of work party activity during the national lockdown. The net movement in funds was £227,564 (2019: £160,178).
- The Trust had funds carried forward at 30 September 2020 of £793,551 (2019: £565,987) of which £121,229 (2019: £143,730) are restricted funds and £672,322 (2019: £422,257) are unrestricted funds.

Reserves Policy

- At the Trust Board meeting in January 2020 the Trustees approved a Reserves Policy which calculated a low reserve value of £71,000 and a high reserve value of £500,000. Current free reserves held are £314,524. (2019 £342,460). The fall in free reserves is partially due to the property purchases made during the year which are offset by the additional receipt of donations. Reserve levels will be monitored to ensure they remain adequate to cover anticipated future requirements. The policy will be reviewed annually to ensure it is fit for purpose.

Investment Policy

- The Trust is building its cash reserves in line with the Reserves Policy. In view of this the Trustees have agreed to share cash reserves around financial institutions operating within the Financial Conduct Authority's remit and to restrict investment levels to the financial limits in operation from time to time.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

FUTURE PLANS

- Our overall aim is to complete the restoration of The Chesterfield Canal by 2027 - the 250th anniversary of its opening.
- We will continue to engage or employ expert help, to help our Development Manager succeed in grant applications.
- We will continue with the 2-year project to restore the Renishaw section of canal (1km).
- Doe Lea Valley – When we receive planning approval and an award from the Staveley Town’s Fund, we will be making detailed plans to start restoring this section of the canal (3km).
- We will continue to develop plans to reopen the Historic Norwood Tunnel and this year will apply for funding for a number of small projects around the Tunnel and Kiveton Waters.
- We will develop plans and apply for funding to extend the popular Hollingwood Hub coffee shop, information centre and shop. We hope to provide much needed office space as well as improving space for community use.

MAJOR RISKS

- **Coronavirus**
At the time of writing this report it is uncertain how the pandemic will affect the Trust both in terms of income generation and the ability to work safely on the restoration. The budget set by the Trustees for the year has taken into account the uncertainties of this situation.
- **HS2**
Although progress has been made in discussions with HS2 staff, there remains uncertainty about the position of the route of the train line and its effects on the restoration of the canal.
- **Brexit**
It is unknown how this will affect the position of major funders and their ability to fund restoration and Heritage Schemes.
- **Other Risks**

Risk

Perceived negligence by the Trust or volunteers.

Accidents to visitors, volunteers, and the public.

Failure of income streams.

Mitigation

Public liability insurance. Training of volunteers.

Risk assessment for all major activities.
Health and safety policy for all volunteers.
Monthly review of any incidents/accidents.

Careful financial management and maintenance of a reserve fund.

APPROVAL

Approved by the Board on

Dec 18, 2020

and signed on their behalf by:



Dr P G Hardy
Chair

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE CHESTERFIELD CANAL TRUST LIMITED

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 30 September 2020 which are set out on pages 11 to 24.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the ICAEW, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Nicola Adams

Nicola Adams (Dec 18, 2020 09:56 GMT)

Nicola Adams ACA DChA

BHP LLP, Chartered Accountants
57-59 Saltergate
Chesterfield
S40 1UL

Date: Dec 18, 2020

THE CHESTERFIELD CANAL TRUST LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 SEPTEMBER 2020

	<u>Note</u>	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
Income from					
Donations and legacies					
Grants		8,250	-	8,250	4,000
Donations		166,900	10,926	177,826	27,147
Legacies		48,781	-	48,781	170,000
Membership fees		20,802	-	20,802	16,854
Gift Aid		11,498	684	12,182	7,163
Other trading activities					
Advertising and sponsorship		250	-	250	6,139
Concerts / Events / Talks		920	-	920	-
Fundraising		585	-	585	3,469
Sales		11,046	-	11,046	20,397
Property rental		8,100	-	8,100	-
Investment income		2,045	-	2,045	2,928
Charitable activities					
Trip Boat income		21,177	-	21,177	49,151
Hollingwood Hub		7,670	-	7,670	10,436
Walking Festival		-	-	-	662
Sundry income	(3)	80,206	-	80,206	-
Total		388,230	11,610	399,840	318,346
Expenditure on:					
Charitable activities	(4)	131,931	33,572	165,503	148,797
Raising funds	(5)	6,234	539	6,773	9,371
Total		138,165	34,111	172,276	158,168
Net income resources before transfers		250,065	(22,501)	227,564	160,178
Transfers between funds	(11)	-	-	-	-
Net movement in funds		250,065	(22,501)	227,564	160,178
Total funds brought forward at 1 October 2019		422,257	143,730	565,987	405,809
Total funds carried forward at 30 September 2020		672,322	121,229	793,551	565,987

There are no recognised gains and losses in the year other than the surplus for the year identified above as net income. All activities relate to continuing operations.

THE CHESTERFIELD CANAL TRUST LIMITED

BALANCE SHEET

AS AT 30 SEPTEMBER 2020

	<u>Note</u>	2020	2019
		£	£
Fixed assets			
Tangible assets	(6)	500,122	183,760
Current assets			
Stock		4,817	8,723
Debtors	(7)	23,005	7,015
Cash at bank		327,883	381,785
Cash in hand		1,632	2,077
		<u>357,337</u>	<u>399,600</u>
Creditors: amounts falling due within one year	(8)	<u>23,908</u>	<u>17,373</u>
Net current assets		333,429	382,227
Creditors: amounts falling due after one year	(9)	40,000	
		<u>793,551</u>	<u>565,987</u>
Net assets	(12)	793,551	565,987
Charity funds	(11)		
Unrestricted funds		672,322	422,257
Restricted funds		121,229	143,730
		<u>793,551</u>	<u>565,987</u>

For the year ended 30 September 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements were approved by the Board on Dec 18, 2020 and signed on their behalf by



Dr P Hardy
Chair

Company registration number: 0340320


Lorraine Watson (Dec 18, 2020 09:52 GMT)

Ms L Watson
Treasurer

THE CHESTERFIELD CANAL TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2020

1. Accounting policies

(a) Charity Information

The Chesterfield Canal Trust Limited is a charitable company limited by guarantee incorporated in England and Wales. The registered office is Hollingwood Hub, 22 Works Road, Hollingwood, Chesterfield, S43 2PF.

(b) Basis of preparation and going concern

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice

The charity constitutes a public benefit entity as defined by FRS 102.

The Trustees' have considered the impact of COVID-19 on the charity's income and operating cost base. They have prepared forecasts of income and expenditure and cash flow for the period to 31 December 2021 which shows that they have sufficient reserves and cash to be able to continue for the foreseeable future. The Trustees' recognise the uncertainty around future income generation and the inherent risk regarding the sustainability of future plans, however the Trustees' have concluded that the charity remains a going concern whilst such viable options are available to it. The Trustees' therefore continue to adopt the going concern basis of preparation for these financial statements.

The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

(c) Fund accounting

- Unrestricted funds are available for the use at the discretion of the trustees in furtherance of the general objectives of the charity.
- Designated funds are unrestricted funds earmarked by the trustees for particular purposes
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of appeal.

1. Accounting policies – continued

(d) Income

All income is included in the Statement of Financial Activities when the charity is entitled to the income, the receipt is probable, and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Income received by the way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts.
- Investment income is included when receivable.
- Income from charitable trading activity is accounted for when earned.
- Income from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.
- Income from life membership subscriptions are included in the year of receipt.

(e) Expenditure

Expenditure is recognised on an accrual basis as a liability is incurred. The Trust voluntarily registered for VAT in March 2020 therefore expenditure excludes all VAT which can be fully recovered, any unrecoverable VAT is reported as a part of the expenditure to which it relates:

- Costs of raising funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.
- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent accountant's fees and any costs linked to the strategic management of the charity.
- All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly.

1. Accounting policies - continued

(f) Tangible fixed assets and depreciation

Fixed assets purchased with a value of less than £1,000 are written off in full in the year of purchase.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight-line basis over their expected useful economic lives as follows:-

Trip Boats	5%
Motor Vehicles	20% pre 30 September 2019; 25% thereafter
Plant and Equipment	25% / 20% / 16.67% / 14% / 10%
Computer Equipment	25% pre 30 September 2019; 33.3% thereafter
Office Equipment	25% post 30 September 2019
Furniture	25% post 30 September 2019
Commercial Property	10%
Residential Property	2%
Residential Property Fixtures & Fittings	20%

Where assets are under construction no depreciation is provided until completion.

(g) Stock

Stock is included at the lower of cost and net realisable value.

(h) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the bank.

(i) Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount repaid net of any trade discounts due.

(j) Cash at bank and in hand

Cash at the bank and in hand includes cash short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(k) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

1. Accounting policies – continued

(l) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instrument is initially recognised at transaction value and subsequently measured at their settlement value.

(m) Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

(n) Employee benefits

When employees have rendered services to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for the service.

(o) Pension costs

The charity contributes to a defined contribution pension scheme and the pension charge represents the amount payable to the scheme in respect of the year.

(p) Land and Building Revaluation

Land and buildings acquired for the purpose of canal restoration will be professionally revalued every 3 years.

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2020

2. Prior Year Statement of Financial Activities

<u>Note</u>	Unrestricted Funds £	Restricted Funds £	Total 2019 £
Income from			
Donations and legacies			
Grants	4,000	-	4,000
Donations	16,417	10,730	27,147
Legacies	170,000	-	170,000
Membership fees	16,434	420	16,854
Gift Aid	7,105	58	7,163
Other trading activities			
Advertising and sponsorship	4,839	1,300	6,139
Fundraising	2,574	895	3,469
Sales	19,791	606	20,397
Investment income	2,928	-	2,928
Charitable activities			
Trip Boat Income	49,151	-	49,151
Hollingwood Hub	10,436	-	10,436
Walking Festival	-	662	662
Total	303,675	14,671	318,346
Expenditure on:			
Charitable activities	103,764	45,033	148,797
Raising funds	9,371	-	9,371
Total	113,135	45,033	158,168
Net income resources before transfers	190,540	(30,362)	160,178
Transfers between funds	(399)	399	-
Net movement in funds	190,141	(29,963)	160,178
Total funds brought forward at 1 October 2018	232,116	173,693	405,809
Total funds carried forward at 30 September 2019	422,257	143,730	565,987

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2020

3. Sundry income

In March 2020, the Trust voluntarily registered for VAT. The registration was backdated to 1 April 2016. During the year a net refund was received from HMRC for the period April 2016 to September 2019 amounting to £62,031. This is shown as a sundry income receipt. For the period October 2019 – 30 September 2020 income and expenditure is shown net of VAT.

Other sundry income of £18,175 relates to income from Derbyshire County Council recovered through the Partnership Agreement (£15,506); Feed in Tariff rebate (£1,765) and Training income (£904).

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2020

4. Charitable activities	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
Advertising and publicity	100	-	100	302
Alarm maintenance & monitoring	730	-	730	736
Bank and PayPal charges	1,429	-	1,429	1,730
Catering	161	-	161	2,751
Contracting services	2,006	-	2,006	2,893
Depreciation	16,009	11,639	27,648	22,670
Electricity, gas & water	2,629	-	2,629	2,314
Entertainments	-	-	-	953
Exhibition & displays	-	-	-	135
Fixtures and fittings	41	-	41	1,089
Fuel & oil	520	3,470	3,990	7,078
Governance	890	-	890	1,038
Health & safety	727	-	727	410
Insurance	3,968	1,369	5,337	8,744
Interest payable	630	-	630	-
Legal & professional fees	1,142	-	1,142	2,237
Licences	1,091	-	1,091	2,247
Loss on sale of assets	1,021	-	1,021	-
Materials	2,901	1,052	3,953	12,053
Miscellaneous expenses	1,605	838	2,443	4,999
Mooring fees	3,974	-	3,974	5,083
Postage	4,191	-	4,191	3,709
Publicity material and signage	6,828	-	6,828	14,925
Rent and rates	4,436	445	4,881	3,499
Refurbishment costs	-	1,172	1,172	-
Repairs and renewals	1,761	1,609	3,370	17,029
Santa expenses (trip boats)	1,509	-	1,509	1,725
Security services	-	-	-	(162)
Surveys / Inspections / Planning Fees	24,398	10,591	34,989	-
Telephone	537	-	537	1,411
Tools and equipment	168	763	931	4,774
Training	1,636	624	2,260	1,366
Travelling expenses	419	-	419	287
Trip boat concession	-	-	-	1,352
Trip boat booking admin contribution	2,082	-	2,082	2,082
Waste removal	922	-	922	1,295
Waterways Officer contribution	4,000	-	4,000	2,000
Wages/Salaries (15)	36,237	-	36,237	13,775
Website / Computer / Software	1,233	-	1,233	268
Total charitable activities	131,931	33,572	165,503	148,797

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2020

5. Raising funds

	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
Cost of sales	6,234	539	6,773	9,371
	<u>6,234</u>	<u>539</u>	<u>6,773</u>	<u>9,371</u>

6. Tangible fixed assets

	Boats £	Dawn Rose £	Motor Vehicles £	Plant and Equipment £	Property £	Total £
Cost						
At 1 October 2019	188,626	17,003	10,840	93,718	4,811	314,998
Additions	5,450	-	7,205	2,711	331,631	346,997
Disposals	-	-	(10,840)	-	-	(10,840)
At 30 September 2020	<u>194,076</u>	<u>17,003</u>	<u>7,205</u>	<u>96,429</u>	<u>336,442</u>	<u>651,155</u>
Depreciation						
At 1 October 2019	55,676	17,003	7,853	48,702	2,004	131,238
Charge for the year	9,605	-	450	11,754	5,839	27,648
Disposals	-	-	(7,853)	-	-	(7,853)
At 30 September 2020	<u>65,281</u>	<u>17,003</u>	<u>450</u>	<u>60,456</u>	<u>7,843</u>	<u>151,033</u>
Net book value at 30 September 2020	<u>128,795</u>	<u>-</u>	<u>6,755</u>	<u>35,973</u>	<u>328,599</u>	<u>500,122</u>
Net book value at 30 September 2019	<u>132,950</u>	<u>-</u>	<u>2,987</u>	<u>45,016</u>	<u>2,807</u>	<u>183,760</u>

Dawn Rose - New Build Wooden Working Boat:

This is included in fixed assets to reflect the capitalisation of the construction costs of the boat

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2020

7. Debtors

	2020	2019
	£	£
Trade debtors	76	347
Other debtors and prepayments	22,929	6,668
	<u>23,005</u>	<u>7,015</u>

8. Creditors: amounts falling due within one year

	2020	2019
	£	£
Trade creditors	-	7,452
Loan	10,000	-
Income deferred due to cancellation of events in 2020	2,048	-
Other creditors and accruals	11,860	9,921
	<u>23,908</u>	<u>17,373</u>

9. Creditors: amounts falling due after one year

	2020	2019
	£	£
Loan	<u>40,000</u>	-

10. Taxation

As a charity, The Chesterfield Canal Trust Limited is exempt from tax on income and gains falling within the available tax exemptions to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2020

11. Funds

Current Year	Balance	Income	Expenditure	Transfer between funds	Balance
	01.10.19				
	£	£	£	£	£
Unrestricted					
General	422,257	388,230	(138,165)	-	672,322
	<u>422,257</u>	<u>388,230</u>	<u>(138,165)</u>		<u>672,322</u>
Restricted					
Hugh Henshall Trip Boat	40,240		(2,930)	-	37,310
Walking Festival	-	49	-	(49)	-
Friends of Dawn Rose	976	-	(538)	-	438
Python Historic Boat Refurbishment	18,203	-	(1,130)	-	17,073
John Varley Trip Boat 1 st Stage Payment	17,374	-	(1,043)	-	16,331
Work Party Equipment	28,146	-	(6,537)	-	21,609
Place in History Restoration Fund 2017	33,083	275	(10,503)	-	22,855
Last Cuckoo Project	3,532	-	-	-	3,532
Work Party Materials	789	-	(838)	49	-
2027 Appeal	1,387	9,205	(10,592)	-	-
Barnsley, Dearne & Dove Canal – Entrust	-	2,081	-	-	2,081
	<u>143,730</u>	<u>11,610</u>	<u>34,111</u>		<u>121,229</u>
Total funds	<u>565,987</u>	<u>399,840</u>	<u>172,276</u>		<u>793,551</u>
Prior year					
	Balance	Income	Expenditure	Transfer between funds	Balance
	01.10.18				
	£	£	£	£	£
Unrestricted					
General	232,116	303,675	(113,135)	(399)	422,257
	<u>232,116</u>	<u>303,675</u>	<u>(113,135)</u>		<u>422,257</u>
Restricted					
Hugh Henshall Trip Boat	43,070	100	(2,930)	-	40,240
Walking Festival	-	2,815	(2,723)	(92)	-
Friends of Dawn Rose	1,450	3,048	(3,921)	399	976
Python Historic Boat Refurbishment	19,103	230	(1,130)	-	18,203
John Varley Trip Boat 1 st Stage Payment	18,417	-	(1,043)	-	17,374
Work Party Equipment	34,088	150	(6,092)	-	28,146
Place in History Restoration Fund 2017	53,231	6,478	(26,626)	-	33,083
Last Cuckoo Project	3,637	-	(105)	-	3,532
Work Party Materials	697	-	-	92	789
2027 Appeal	-	1,850	(463)	-	1,387
	<u>173,693</u>	<u>14,671</u>	<u>(45,033)</u>	<u>399</u>	<u>143,730</u>
Total funds	<u>405,809</u>	<u>318,346</u>	<u>(158,168)</u>		<u>565,987</u>

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2020

The purpose of the restricted funds are as follows:

<u>Hugh Henshall Trip Boat</u>	A project to build an accessible trip boat supported by the Big Lottery Fund.
<u>Walking Festival</u>	An annual event started in 2018 but cancelled in 2020 because of Coronavirus.
<u>Friends of Dawn Rose</u>	Refurbishment of wooden working boat of a type that used to carry cargoes on the Chesterfield Canal.
<u>Python Historic Boat Refurbishment</u>	Historic boat used to promote the Chesterfield Canal at various local and national events and to assist with volunteer maintenance work on the Chesterfield Canal.
<u>John Varley Trip Boat</u>	Replacement of old trip boat with a new boat.
<u>Work Party Equipment</u>	Purchase of equipment for use in restoring Chesterfield Canal.
<u>Place in History Restoration Fund 2017</u>	Fund to support restoration of the Chesterfield Canal.
<u>Last Cuckoo Project</u>	Archaeological dig at Bellhouse Basin on the Chesterfield Canal.
<u>Work Party Material</u>	Fund to help with the purchase of materials for the Trust Volunteer Work Party.
<u>2027 Appeal</u>	Fund to complete the Canal's Restoration.
<u>Barnsley, Dearne & Dove Canal – Entrust</u>	Specified funds received by the Trust on the dissolution of a Canal Trust the spending of which must be approved by Entrust.

A small transfer has been made between Walking Festival and Work Party Materials due to the late receipt of gift aid relief amounting to £49 relating to donations received in 2019.

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2020

12. Analysis of net assets between funds

Current year

	Unrestricted Funds £	Restricted Funds £	Total £
Tangible fixed assets	407,798	92,324	500,122
Current assets	328,432	28,905	357,337
Current liabilities	(23,908)	-	(23,908)
Long term liabilities	(40,000)	-	(40,000)
	<u>672,322</u>	<u>121,229</u>	<u>793,551</u>

Prior year

	Unrestricted Funds £	Restricted Funds £	Total £
Tangible fixed assets	79,797	103,963	183,760
Current assets	359,833	39,767	399,600
Current liabilities	(17,373)	-	(17,373)
	<u>422,257</u>	<u>143,730</u>	<u>565,987</u>

13. Capital commitments

Capital commitments authorised but not contracted at 30 September 2020 totalled Nil (2019: £nil).

14. Transactions with trustees

No trustees received any remuneration or expenses in the year.

During the year trustees donated £15,039 to the charity (2019: £928).

During the year, the charity made purchases from Renditions Graphics Ltd totalling £5,415. Rendition Graphics Ltd is a company under the control of a trustee and a former trustee, Mr A James (current) & Mrs J E James (former).

15. Staff costs

	2020 £	2019 £
Wages and salaries	35,079	13,376
Social security costs	-	-
Employer's pension costs	1,158	399
	<u>36,237</u>	<u>13,775</u>

The average number of persons employed by the Trust during the year was 1 (2019: 1)

No employee received remuneration amounting to more than £60,000 in either year.