

The Chesterfield Canal Trust Limited

**Annual Report
and
Financial Statements**

Year Ended 30 September 2021

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 2021

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THE CHESTERFIELD CANAL TRUST LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2021

Reference and Administrative Information

Charity Name: The Chesterfield Canal Trust Ltd
Charity Registration Number: 1071376
Company Registration Number: 3403203
Registered Office: Hollingwood Hub
22 Works Road
Hollingwood
Chesterfield
S43 2PF

Directors and Charity Trustees

Dr P G Hardy	Chair
Mr R D Auton	Secretary
Mr G Walker	Treasurer (appointed 18.10.2021)
Mrs K Auton	
Mrs R Girling	
Mr D Kiddy	
Mr M I Potter	
Mr I P Rowbotham	
Mrs S J Stephens	
Mr A James	(Resigned 23.07.2021)
Mr S Wilson	(Resigned 23.07.2021)
Mr M P Edwards	(Resigned 09.08.2021)
Ms L C Watson	(Resigned 21.09.2021)
Mr R Stonebridge	(Resigned 12.10.2020)

Independent Examiner

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

Principal Bankers

Unity Trust plc
Four Brindleyplace
Birmingham
B1 2JB

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

The Directors present their report and financial statements for the year ended 30 September 2021. The Trustees have adopted the provisions of the Statement of Recommended Practice "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity. The annual report serves the purpose of a trustees' report and directors' report under company law.

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 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 September 2020 and only started family trips in May 2021 and resumed normal working in July 2021.
- Our shop and information centre also stopped trading (for 129 days) but reopened in May 2021.
- Our work party ceased activity but resumed work safely in June 2021.
- We cancelled our Festival at Staveley.
- Our Promotional Trailer was unable to attend the planned shows and events.
- Our Development Manager was able to work from home and resumed office working in June 2021.
- Regular, shorter, and more frequent meetings of the Trustees and sub-committees continued through the year using video conferencing facilities.
- Our AGM was held virtually in March with over 60 people viewing it live. A recording of the meeting was also published on our website and 'You Tube' with over 120 views to date. This action was in accordance with the Governments 'Coronavirus (COVID-19) guidance for the charity sector'.
- A Discretionary Grant from Chesterfield Borough Council of £19,471 mitigated some of the lost income.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

- **Governing Document**

The organisation is a charitable company limited by guarantee, incorporated on 14 July 1997, and registered as a charity on 7 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 2021, because we were unable to re-elect retiring Trustees in 2020 it meant that all the current Trustees had to offer themselves for re-election this year. This was duly done at the AGM, and all were re-elected.

- **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 Trustee. The sub-committees report to the Trust Board. The sub-committees are: Restoration, Boats, Publicity and Promotion, Hollingwood Hub & Retail and Membership Engagement.

The restoration sub-committee has also formed a committee to oversee the production of a Business Plan to convert the offer from the Staveley Towns Fund into a firm grant (see later).

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 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

The Trust has one employee (Development Manager) and about 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 2021

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.

- **Planning Permission**
In April this year we received approval of our planning application to restore the remaining derelict canal within Chesterfield Borough Council.
- **Staveley Basin and Hartington Harbour**
Covid restrictions prevented the Trust from finishing the minor works around Staveley Basin until this Summer. This section is now in permanent water.
- **Storage unit**
The trust has purchased a large storage unit to be placed behind our base at Hollingwood. This is to be used to store canoes and paddleboards to enable members of the public to hire and sail them on the canal, thus attracting more visitors to the canal.
- **Walking festival**
In spite of the challenges of Covid we held our 3rd Walking Festival in September 2021 and over 400 people took part.
- **Green Flag**
The Trust has been awarded a Green flag for Hollingwood Hub again, in recognition of the work our volunteers undertake to make the area ever more attractive.
- **Green Team**
During the year the Trust has organised monthly volunteer clear-up sessions at Renishaw, including several local residents, to maintain the area around the site of the canal (to be restored). We hope to continue developing this team to assist with the management of the canal following its restoration. Our aim is to give local residents some sense of ownership of their local canal. This has been proved to be successful and popular in regions where the canal is owned by the Canal and River Trust.

The group is also looking at future projects such as introducing hydroelectricity generation, wind pumps, increased biodiversity, electrifying our boats & plant and establishing our carbon footprint.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

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 nearly 19,000 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 (24,263 hours 2020).

These hours can be grouped as follow:

Promoting, improving, and protecting the canal	8,171
Restoring and maintaining the canal	7,818
Member support and administration	3,009

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

- Development Manager.
We continue to employ a manager to plan the 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 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 15,000 copies were distributed free of charge during the year. This is a reduction from the previous year because many of the usual outlets were closed for a proportion of the year. It also publishes other books and leaflets to promote the restoration of the canal and the use of the waterway.
- Publications and the media
The trust produces a quarterly magazine to inform our members, local businesses and politicians of our activities. This is always welcomed, and we receive many positive comments about the articles published.

We have greatly expanded our use of social media which has resulted in many more people being aware of our aims and has increased the number of people booking our trip boats.

We have appeared on local television and several radio stations.

THE CHESTERFIELD CANAL TRUST

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 30 SEPTEMBER 2021

ACHIEVEMENTS AND PERFORMANCE (Continued)

- In December 2020 the Staveley Town Board allocated the Chesterfield Canal Trust £5.68m to restore the canal from Staveley to the boundary of the Chesterfield Borough, a distance of 2.6km, in its initial bid. To convert this offer to a grant the Trust's Development Manager has, with expert help, been producing a Business Plan to be submitted in December 2021.

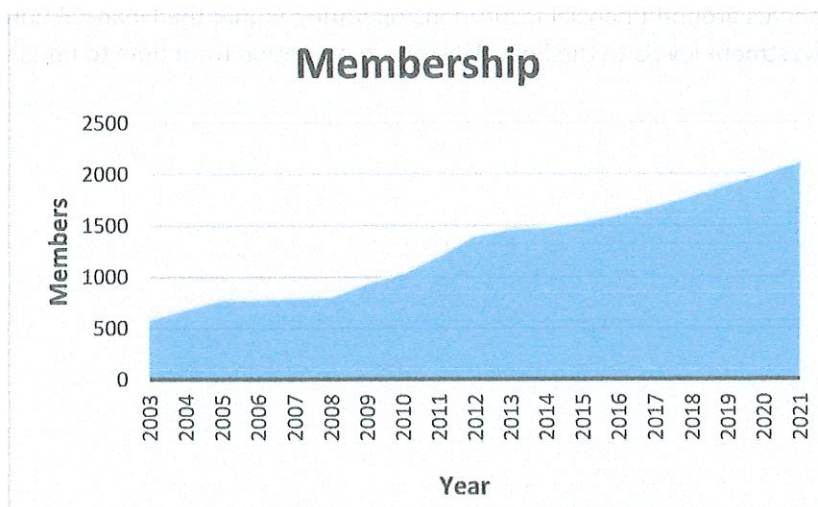
To achieve a robust plan the Trust has committed up to £100,000 to help mitigate any risks associated with this restoration.

Fundraising

- The Trust's four Trip boats remain an extremely popular means of promoting the canal and over the year volunteers spent over 1,500 hours taking 1,707 members of the public, many of whom had never seen the canal before, onto the canal for celebrations and trips. Our popular trips with Santa had to be cancelled this year because of the Coronavirus restrictions imposed nationally.
- The shop and information centre at Hollingwood, with its associated coffee shop, continues to contribute to the funds of the charity.
- The Barnsley Dearne and Dove Canals Trust have donated £20,162 to the Trust following their closure.
- Gift, legacies and donations also continue to help us achieve our ambition of restoring the Chesterfield Canal.

Membership

- During the year membership of the Trust increased from 2,012 to 2,128 (a 6% increase), thus providing a reliable source of income.



THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

FINANCIAL REVIEW

- Income for the year has declined by £173,150 on 2020. Total income for the year is £226,690 compared with £399,840 in 2020. Many income streams during 2020/2021 have suffered because of the consequence of lost trading activity during the Coronavirus pandemic. The loss of income has, to some extent been offset by property rental income of £16k, additional grant receipts of £25k, additional Membership income of £1k.
- Expenditure of £175,709 has been maintained at a similar level as 2020 (£172,276). The activity of the work party has been curtailed during the national lockdown resulting in limited expenditure in support of this. Additional expenditure (£20k) has been incurred in support of the development of the business case required to support the securing of the Staveley Towns Fund project. The net increase in funds before revaluation gains was £50,981 (2020: £227,564).
- The boats were revalued in 2021. A revaluation reserve of £180,174 has been created as a consequence of the increase in value of the boats.
- The Trust had funds carried forward at 30 September 2021 of £1,024,706 (2020: £793,551) of which £121,299 (2020: £121,229) are restricted funds and £903,407 (2020: £672,322) 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 £337,974. 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 2021

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.
- Renishaw – The Trust has received approval, in principle, to start the 2-year project to restore the Renishaw section of canal (1km). We are grateful for the support the local councillors and MP's have given the Trust to enable this to happen.
- Doe Lea Valley – Following the Governments response to the Staveley Towns Fund initial bid, the Trust has been offered £5.3m from the Staveley Town's Fund. The Trust has spent 6 months this year developing the Business case for this restoration project (3km). We have employed several consultants and solicitors to help produce the document. The draft plan was submitted in October 2021. The final plan was submitted at the end of 2021 with a decision expected in March 2022.

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. Although the country is working normally it is possible as the winter approaches that restrictions may occur again.

- **Other Risks**

Risk

Perceived negligence by the Trust or volunteers.

Mitigation

Public liability insurance. Training of volunteers.

Accidents to visitors, volunteers, and the public.

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

Failure of income streams.

Careful financial management and maintenance of a reserve fund.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

TRUSTEES RESPONSIBILITIES STATEMENT

The trustees (who are also directors of The Chesterfield Canal Trust for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

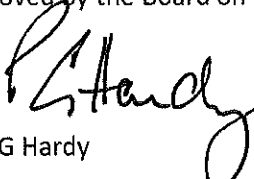
Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. 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 2019 (FRS 102);
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

APPROVAL

Approved by the Board on **08.03.2022** 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 2021 which are set out on pages 12 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 ACA DChA
BHP LLP, Chartered Accountants
57-59 Saltergate
Chesterfield
S40 1UL

Date: 8 March 2022

THE CHESTERFIELD CANAL TRUST LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
Income from:					
Donations and legacies					
Grants		32,839	500	33,339	8,250
Donations		66,583	8,833	75,416	177,826
Legacies		3,258	-	3,258	48,781
Membership Fees		21,813	-	21,813	20,802
Gift Aid		9,450	2,498	11,948	12,182
Other trading activities					
Advertising & Sponsorship		225	1,200	1,425	250
Concerts / Events / Talks		408	-	408	920
Fundraising		250	-	250	585
Sales		14,262	-	14,262	11,046
Property Rental		16,200	-	16,200	8,100
Sundry Income	(3)	12,706	-	12,706	80,206
Investment Income		653	-	653	2,045
Charitable activities					
Profit on Sale of Asset		1,583	-	1,583	-
Trip Boat Income		26,384	-	26,384	21,177
Hollingwood Hub		7,045	-	7,045	7,670
Total income		213,659	13,031	226,690	399,840
Expenditure on:					
Charitable Activities	(4)	159,616	12,961	172,577	165,503
Cost of Generating Funds	(5)	3,132	-	3,132	6,773
Total expenditure		162,748	12,961	175,709	172,276
Net income/ (expenditure) before other recognised gains		50,911	70	50,981	227,564
Gains on revaluation of fixed assets	(11)	180,174	-	180,174	-
Net Movement in Funds		231,085	70	231,155	227,564
Total Funds brought forward at 1 October 2020		672,322	121,229	793,551	565,987
Fund Balances carried forward at 30 September 2021		903,407	121,299	1,024,706	793,551

There are no recognised gains or 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 2021

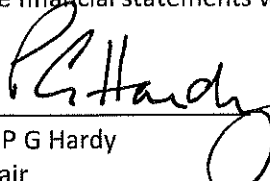
	Notes	2021 £	2020 £
Fixed Assets			
Tangible Assets	(6)	646,616	500,122
Current Assets			
Cash at Bank		404,705	327,883
Cash in Hand		2,510	1,632
Debtors & Prepayments	(7)	22,541	23,005
Stock		4,791	4,817
		<u>434,547</u>	<u>357,337</u>
Creditors: Amount falling due within one year	(8)	<u>26,457</u>	<u>23,908</u>
Net Current Assets		408,090	333,429
Creditors: Amount falling due after one year	(9)	30,000	40,000
Net Assets	(13)	<u>1,024,706</u>	<u>793,551</u>
Accumulated Funds			
Revaluation Reserve	(11)	177,171	-
Unrestricted funds	(12)	726,236	672,322
Restricted funds	(12)	121,299	121,229
		<u>1,024,706</u>	<u>793,551</u>


For the year ended 30 September 2021 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 08.03.2022 and signed on their behalf by


 Dr P G Hardy
 Chair


 Mr G Walker
 Treasurer

Company registration number: 03403203

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

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

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 the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

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

The financial statements are prepared on an going concern basis under the historical cost convention.

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.
- 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 irrecoverable 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.

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

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/ valuation on a straight-line basis over their expected useful economic lives as follows:-

Trip Boats	5%
Motor Vehicles	25%
Plant and Equipment	25% / 20% / 16.67% / 14% / 10%
Computer Equipment	33.3%
Office Equipment	25%
Furniture	25%
Commercial Property	10%
Residential Property	2%
Residential Property Fixtures & Fittings	20%

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

(g) Revaluation of fixed assets

The boats have been revalued by Monarch Marine Ltd based upon inspections carried out in June 2021. The valuations were carried out under the Yacht Designers and Surveyors Association current standard terms and conditions. The increase in value has been transferred to the Revaluation Reserve and will be released to the income and expenditure account over the revised life of the boats. The estimated life of the boats is estimated to be 20 years.

(h) Stock

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

(i) 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.

(j) 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.

(k) 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.

(l) 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

(m) 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.

(n) 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.

(o) 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.

(p) 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.

(q) 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 2021

2. Prior Year Statement of Financial Activities

	Unrestricted Funds £	Restricted Funds £	Total 2020 £
Income from:			
Donations and legacies			
Grants	8,250	-	8,250
Donations	166,900	10,926	177,826
Legacies	48,781	-	48,781
Membership Fees	20,802	-	20,802
Gift Aid	11,498	684	12,182
Other trading activities			
Advertising & Sponsorship	250	-	250
Concerts / Events / Talks	920	-	920
Fund Raising	585	-	585
Sales	11,046	-	11,046
Sundry Income	80,206	-	80,206
Investment Income	2,045	-	2,045
Charitable activities			
Profit on Sale of Asset			
Trip Boat Income	21,177	-	21,177
Hollingwood Hub	7,670	-	7,670
Property Rental	8,100	-	8,100
Total	388,230	11,610	399,840
Expenditure on:			
Charitable Activities	131,931	33,572	165,503
Cost of Generating Funds	6,234	539	6,773
Total	138,165	34,111	172,276
Net income/ (expenditure) before transfers	250,065	(22,501)	227,564
Transfers	-	-	-
Net Movement in Funds	250,065	(22,501)	227,564
Total Funds brought forward at 1 October 2019	422,257	143,730	565,987
Fund Balances at 30 September 2020	672,322	121,229	793,551

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

3. Sundry Income

Other sundry income relates to income from Derbyshire County Council recovered through the partnership agreement, Feed in Tariff rebate and training income

4. Charitable Activities

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
Advertising and Publicity	270	-	270	100
Alarm Maintenance & Monitoring	546	-	546	730
Bank / Paypal Charges	1,701	-	1,701	1,429
Catering	417	-	417	161
Cleaning	183	-	183	-
Contracting Services	20,811	-	20,811	2,006
Depreciation	23,325	11,138	34,463	27,648
Electricity, Gas & Water	3,071	-	3,071	2,629
Fixtures and fittings	213	-	213	41
Fuel & Oil	3,581	-	3,581	3,990
Governance	1,090	-	1,090	890
Health and Safety	3,266	-	3,266	727
Insurance	8,557	-	8,557	5,337
Interest Paid	690	-	690	630
Legal & Professional Fees	1,800	-	1,800	1,142
Licences	1,175	-	1,175	1,091
Loss on Sale of Assets	-	-	-	1,021
Materials	10,473	-	10,473	3,953
Miscellaneous Expenses	1,936	-	1,936	2,443
Mooring Fees	3,995	-	3,995	3,974
Plant & Transport Hire	492	-	492	-
Postage	3,926	-	3,926	4,191
Publicity Material & Signage	5,390	1,385	6,775	6,828
Rent & Rates	4,942	-	4,942	4,881
Refurbishment Costs	-	-	-	1,172
Repairs & Renewals	9,890	438	10,328	3,370
Santa Expenses (Trip Boats)	-	-	-	1,509
Security Services	710	-	710	-
Surveys / Inspections / Planning Fees	2,094	-	2,094	34,989
Telephone	466	-	466	537
Tools and Equipment	682	-	682	931
Training	1,053	-	1,053	2,260
Travelling Expenses	24	-	24	419
Trip Boat Booking Admin Contribution	-	-	-	2,082
Waste Removal	945	-	945	922
Waterways Officer Contribution	-	-	-	4,000
Website / Computer / Software	4,791	-	4,791	1,233
Wages/Salaries (note 16)	37,111	-	37,111	36,237
	159,616	12,961	172,577	165,503

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

5. Raising funds

	Un-Restricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
Charitable Activities				
Cost of Sales	3,132	-	3,132	6,773
	3,132	-	3,132	6,773

6. Tangible fixed assets

	Boats £	Dawn Rose £	Motor Vehicles £	Plant and Equipment £	Property £	Total £
Cost or valuation						
At 1 October 2020	194,076	17,003	7,205	96,429	336,442	651,155
Additions	-	-	-	-	2,200	2,200
Revaluation June 2021	68,424	22,997	-	-	-	91,421
Disposals	-	-	-	(5,400)	-	(5,400)
At 30 September 2021	262,500	40,000	7,205	91,029	338,642	739,376
Depreciation						
At 1 October 2020	65,281	17,003	450	60,456	7,843	151,033
Revaluation Adj - Prior Year	(65,281)	(17,003)	-	-	-	(82,284)
Revaluation Adj - To May 21	(6,469)	-	-	-	-	(6,469)
Charge for year	10,843	667	1,801	10,199	10,953	34,463
Disposals	-	-	-	(3,983)	-	(3,983)
At 30 September 2021	4,374	667	2,251	66,672	18,796	92,760
Net book value at 30 September 2021	258,126	39,333	4,954	24,357	319,846	646,616
Net book value at 30 September 2020	128,795	-	6,755	35,973	328,599	500,122

Dawn Rose - New Build Wooden Working Boat:

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

Revaluation of the Boats and Dawn Rose

The Boats were revalued in June 2021. The valuation was undertaken by Monarch Marine Ltd. The increased asset values and depreciation to the date of the valuation has been taken to the Revaluation reserve and will be released to the income and expenditure account over the remaining estimated life of the boats (20 years). The historical cost of the boats is £194,076 and £17,003.

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

7. Debtors

	2021	2020
	£	£
Trade Debtors	2,175	76
Other debtors and prepayments	20,366	22,929
	22,541	23,005

8. Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	14,881	-
Loan	10,000	10,000
Income deferred due to cancellation of events in 2020	-	2,048
Other creditors and accruals	1,576	11,860
	26,457	23,908

9. Creditors: amounts falling due after one year

	2021	2020
	£	£
Charge attached to property situated at 243 Sheffield Road	30,000	40,000

10. Taxation

The charitable company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charitable company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

11. Revaluation Reserve

	2021	2020
	£	£
Opening Balance	-	-
Revaluation uplift in year	180,174	-
Applied in year	(3,003)	-
Balance carried forward	177,171	-

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

12. Funds

Current Year	Balance 01.10.20	Income	Expenditure	Transfer Between Funds	Balance 30.09.21
	£	£	£	£	£
Unrestricted					
General	672,322	213,659	159,745	-	726,236
Restricted					
Hugh Henshall Trip Boat	37,310	-	2,873	-	34,437
Friends of Dawn Rose	438	-	438	-	-
Python Historic Boat Refurbishment	17,073	-	1,130	-	15,943
John Varley Trip Boat 1st Stage Payment	16,331	-	1,043	-	15,288
Work Party Equipment	21,609	-	6,092	-	15,517
Place in History Restoration Fund 2017	22,855	120	-	-	22,975
Last Cuckoo Project	3,532	-	-	-	3,532
Walking Festival	-	3,011	1,290	-	1,721
2027 Appeal	-	9,900	95	-	9,805
Barnsley, Dearne & Dove Canal - Entrust Fund	2,081	-	-	-	2,081
	121,229	13,031	12,961	-	121,299
Total Funds	793,551	226,690	172,706	-	847,535
Prior Year	Balance 01.10.19	Income	Expenditure	Transfer Between Funds	Balance 30.09.20
	£	£	£	£	£
Unrestricted					
General	422,257	388,230	138,165	-	672,322
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 1st 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 Fund	-	2,081	-	-	2,081
	143,730	11,610	34,111	-	121,229
Total Funds	565,987	399,840	172,276	-	793,551

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

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 the 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 Materials</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.

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

13. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total
	£	£	£
Tangible fixed assets	565,431	81,185	646,616
Current Assets	394,433	40,114	434,547
Current Liabilities	(26,457)	-	(26,457)
Long Term Liabilities	(30,000)	-	(30,000)
	903,407	121,299	1,024,706

Prior 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)
	672,322	121,229	793,551

14. Capital commitments

Capital commitments authorised but not contracted at 30 September 2021 totalled Nil (2020: £nil).

15. Transactions with trustees and related party transactions

No trustees received any remuneration in the year. Their travelling and other expenses are reimbursed in respect of expenses incurred on the charity's business. In the year ended 30 September 2021 there were no such payments paid to Trustees (2020: £nil).

During the year trustees donated £31,719 to the charity (2020: £15,039).

During the period to 23 July 2021, the charity made purchases from Renditions Graphics Ltd totalling £3,792. 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). Mr A James resigned as a trustee with effect from 23 July 2021.

16. Staff Costs

	2021	2020
	£	£
Wages and Salaries	35,013	35,079
Social Security Costs	-	-
Employer's pension costs	2,098	1,158
	37,111	36,237

The average number of persons employed by the Trust during the year was 1 (2020: 1)

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