

The Chesterfield Canal Trust Limited

**Annual Report
and
Financial Statements**

Year Ended 30 September 2022

Company Registration number 03403203

Charity Registration number 1071376

The Chesterfield Canal Trust Limited

Annual Report and Financial Statements

Year Ended 30 September 2022

Contents	Page
Company Information	1
Report of the Directors	2 - 8
Independent Examiner's Report	9
Statement of Financial Activities	10
Balance sheet	11
Statement of cash flows	12
Notes to the Financial Statements	13 - 23

THE CHESTERFIELD CANAL TRUST LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2022

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 R D Auton	Secretary	
Mr G Walker	Treasurer	(appointed 18 October 2021)
Mr M I Potter	Vice Chair	
Mrs K Auton		
Mrs R Girling		
Mr D Kiddy		
Mr I P Rowbotham		
Mrs S J Stephens		

Independent Examiner

Philip Allsop FCA
BHP LLP, Chartered Accountants
One Waterside Place
Basin Square
Brimington Road
Chesterfield
S41 7FH

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 2022

The Directors present their report and financial statements for the year ended 30 September 2022. 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 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.

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.

At the AGM in March 2022 Geoff Walker was elected as our Treasurer and Rod Auton, Iain Rowbotham and Sarah Stephens were re-elected as Trustees.

- **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 2 sub-committees led by a Chair who is also a Trustee. The sub-committees report to the Trust Board. The sub-committees are: Restoration and Boats.

The Restoration sub-committee oversees the strategic policy of the Restoration. There are 3 subgroups who oversee the work being done and to be done at Staveley, Renishaw and Kiveton.

Individual Trustees oversee membership, publicity, promotions, Hollingwood Hub and retail.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

- **Organisational Structure (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 on the Chesterfield Canal Partnership.

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.

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.
- The Trust has commissioned a computer program to co-ordinate the booking by our volunteers for activities with the boats, shop, paddlesports, talks and our exhibition trailer.

- **Volunteer hours.**

Our 200 volunteers contributed 24,203 hours towards the restoration of the canal and the Trust's other activities this year.

These hours can be grouped as follow:

Promoting, improving, and protecting the canal	16,740
Restoring and maintaining the canal	3,972
Member support and Administration	3,491

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

OBJECTIVES AND ACTIVITIES (continued)

Public Benefit

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

- **Staveley Basin and Hartington Harbour**
This section of the canal has now been completed.
- **Tripboats**
The Trust's four tripboats have all had very busy seasons lasting from April to October. The Santa Specials carried over 2,300 passengers
- **Historic boats**
Python carried out various canal maintenance tasks. Dawn Rose held several horse boating demonstrations.
- **Paddlesports**
The trust has a large storage unit placed behind our base at Hollingwood. This is 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. The appropriate licences and insurances have been obtained and activities commenced in August 2022.
- **Walking festival**
The Trust held our 4th Walking Festival in September 2022 and almost 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.
- **Hollingwood Hub**
The information centre and shop has been open almost every day except when used for meetings. A room upstairs in the original lock house has been converted into an office and small meeting room for the use by our employees.
- **Bookings system.**
Over recent years it became apparent that manual booking of boat trips by phone or email was becoming problematic for our volunteers. A computer-based booking system was trialled and proved successful and is now in full use.
- **Social media**
The use of social media by our volunteers has proved very successful and enabled far more members of the public to experience trips on our boats, events and watersports.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

- The Trust continues to employ a Development 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. The Trust has at times paid for expert help to assist him.
- In March 2022 a full business case to restore the canal from Staveley was presented to the Staveley Town Board. This was subsequently approved, and the Chesterfield Canal Trust was awarded £5.3m. This will enable restoration of a section of canal from Staveley towards the Doe Lea River, a new lock, a road bridge and a footbridge. A project board of Trustees, legal and civil engineer experts and our Development Manager have spent the rest of the year working on the preconditions and planning for the works which are expected to commence early in 2023.
- The Trust has also been awarded 2 sums of money from Chesterfield Borough Council's Community Infrastructure Levy to design the Trans Pennine Trail bridge and the Aqueduct over the River Doe Lea.
- At Renishaw the Trusts work party have cleared vegetation along a section of canal to be restored. Funding has been identified from the Trust, the Inland Waterways association (IWA) and Derbyshire County Council (DCC) to restore this section. Negotiations are taking place with DCC to allow this project to start.
- 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 Associations Helmsman's Certificate or National Community Boat's Association Certificate in Community Boat Management.
- The Trust continues to update and publish an annual visitor guide of which 25,000 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 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 article 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, including ITV Calendar and Central News, and BBC Look North.
- The Chesterfield Canal Partnership which over recent years lost momentum has been reformed, with a new constitution and leadership. It will be tasked amongst other things to commission a Chesterfield Canal Regeneration Master Plan to produce a strategic framework for the regeneration of the Canal.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

ACHIEVEMENTS AND PERFORMANCE (continued)

Publications

- We produced 25,000 copies of the Visitor Guide to the chesterfield Canal
- We produced a new edition of our Guide to the Chesterfield Canal.
- We produced a new edition of Christine Richardson's book 'Chesterfield Canal History Nuggets'

Membership

- During the year membership of the Trust dropped by 15. Although many new members joined the Trust unfortunately, several members did not renew their subscription, perhaps because of the cost-of-living crisis. The membership at the 30 September was 2,113.

Fundraising

- The Trust's four Trip boats remain an extremely popular means of promoting the canal and over the year volunteers spent over 9,000 hours taking over 6,000 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 were able to run this year although with some degree of Covid social distance awareness.
- The shop and information centre at Hollingwood, with its associated coffee shop, continues to contribute to the funds of the charity.
- Gifts, legacies and donations also continue to help us achieve our ambition of restoring the Chesterfield Canal. We are extremely grateful for all the monies received from these sources.

FUTURE PLANS

- We will continue to engage or employ expert help, to help our Development Manager succeed in grant applications.
- We will employ a Fundraising Officer.
- We will engage with the Chesterfield Canal Partnership to produce a Regeneration Master Plan.
- We will engage with National Highways and Rotherham Metropolitan Borough Council to plan the restoration of the canal at Kiveton and exploratory work to enable the canal to pass under the M1 motorway.
- We will explore ways to fund the restoration gap between Staveley and Renishaw including the Aqueduct over the River Doe Lea.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

FINANCIAL REVIEW

- Income for the year has increased by £288,262 on 2021. Total income for the year is £514,952 compared with £226,690 in 2021. The main reasons were as follows:-
 - Recovery of trading activity following the reduced activity in 2020 due to the restrictions imposed during the Coronavirus pandemic.
 - A donation of shares that realised £134,346 to support the activities of the Trust.
 - The success in obtaining external grants to support the restoration of the Canal. The Trust received £50,000 from Chesterfield Borough Council through the Community Infrastructure Levy and £133,181 through Chesterfield Borough Council as part of the Staveley Towns Fund Deal. Both grants are supporting delivery of the project to restore a section of the canal from Staveley towards the Doe Lea river.
- Expenditure for the year has increased by £126,212. Total expenditure for the year is £298,921 compared with £172,709 in 2021. The increase is due to the expenditure incurred in progressing the Staveley Towns Fund Deal project (£133,181).
- The net increase in funds was £216,031 (2021: £50,981).
- Decisions made in 2021 have made the following commitments of £193,200 unrestricted funds that have yet to be incurred:-
 - The appointment of a Fundraiser post for 2 years (£70,000)
 - A commitment to fund an element of the Staveley Towns Fund Deal (£123,200). This had been planned to be spent in 2021, but the first tranche of the Staveley Towns Fund was prioritised to be used first.
- The Trust had funds carried forward at 30 September 2022 of £1,072,574 (2021: £847,535) of which £170,824 (2021: £121,299) are restricted funds and £901,750 (2021: £726,236) are unrestricted funds. There is a revaluation reserve of £181,008 (2021: £177,171) in relation to the boats.

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 £339,160 (unrestricted reserves (excluding the revaluation reserve) of £901,750 less unrestricted fixed assets of £562,590). 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.

MAJOR RISKS

- **Inflation**
Costs of restoration have increased during the last year, and this may impact on the extent of restoration planned.

THE CHESTERFIELD CANAL TRUST
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

MAJOR RISKS (continued)

Other Risks	Mitigation
Risk Perceived negligence by the Trust or volunteers.	Public liability insurance. Training of volunteers. Trustee liability insurance.
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.

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).

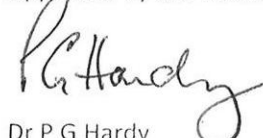
Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources 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



Dr P G Hardy
Chair

30th January
2023

and signed on their behalf by:

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 2022 which are set out on pages 10 to 23.

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.


Philip Allsop (Feb 21, 2023 16:26 GMT)

Philip Allsop FCA
BHP LLP, Chartered Accountants
One Waterside Place
Basin Square
Brimington Road
Chesterfield
S41 7FH

Date: **Feb 21, 2023**

THE CHESTERFIELD CANAL TRUST LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Income From					
Donations and legacies					
Grants		14,257	183,161	197,418	33,339
Donations		146,423	11,454	157,877	75,416
Legacies		5,900	-	5,900	3,258
Membership Fees		24,285	-	24,285	21,813
Gift Aid		3,523	502	4,025	11,948
Other trading activities					
Advertising & Sponsorship		300	917	1,217	1,425
Concerts / Events / Talks		360	-	360	408
Fund Raising		8	-	8	250
Sales		25,506	635	26,141	14,262
Property Rental		16,584	-	16,584	16,200
Sundry Income	(3)	3,135	157	3,292	12,706
Investment Income		1,809	-	1,809	653
Charitable activities					
Profit on Sale of Asset		250	-	250	1,583
Trip Boat Income		59,114	-	59,114	26,384
Hollingwood Hub		16,672	-	16,672	7,045
Total Income		318,126	196,826	514,952	226,690
Expenditure on:					
Charitable Activities	(4)	146,351	147,301	293,652	172,577
Cost of Generating Funds	(5)	5,269	-	5,269	3,132
Total Expenditure		151,620	147,301	298,921	175,709
Net income before other recognised gains		166,506	49,525	216,031	50,981
Gains on revaluation of fixed assets	(11)	12,845	-	12,845	180,174
Net Movement in Funds		179,351	49,525	228,876	231,155
Total Funds brought forward at 1 October 2021		903,407	121,299	1,024,706	793,551
Fund Balances carried forward at 30 September 2022		1,082,758	170,824	1,253,582	1,024,706

The statement of financial activities complies with the requirements for an income and expenditure account under Companies Act 2006 and includes all gains and losses in the year. All income and expenditure derive from continuing activities.

THE CHESTERFIELD CANAL TRUST LIMITED
BALANCE SHEET
AS AT 30 SEPTEMBER 2022

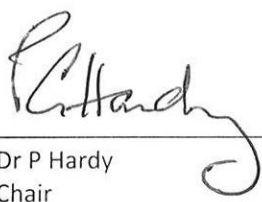
	Notes	£	2022 £	2021 £
Fixed Assets				
Tangible Assets	(6)		631,072	646,616
Current Assets				
Cash at Bank		615,128		404,705
Cash in Hand		336		2,510
Debtors & Prepayments	(7)	66,172		22,541
Stock		7,377		4,791
		<u>689,013</u>		<u>434,547</u>
Creditors: Amount falling due within one year	(8)	<u>46,503</u>		<u>26,457</u>
Net Current Assets			642,510	408,090
Creditors: Amount falling due after one year	(9)		20,000	30,000
Net Assets			<u>1,253,582</u>	<u>1,024,706</u>
Accumulated Funds				
Revaluation Reserve	(11)		181,008	177,171
Unrestricted funds	(12)		901,750	726,236
Restricted funds	(12)		170,824	121,299
			<u>1,253,582</u>	<u>1,024,706</u>

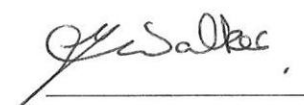
For the year ended 30 September 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 **30 January 2023** and signed on their behalf by


 Dr P Hardy
 Chair


 Mr G Walker
 Treasurer

Company registration number: 03403203

THE CHESTERFIELD CANAL TRUST LIMITED
STATEMENT OF CASH FLOWS
AS AT 30 SEPTEMBER 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Net cash provided by operating activities	(15)	216,440	87,830
Cash flows from investing activities			
Dividends, interests and rents from investments		1,809	653
Proceeds from the sale of tangible fixed assets		-	1,417
Purchase of tangible fixed assets		-	(2,200)
Net cash provided by/(used in) investing activities		1,809	(130)
Cash flows from financing activities			
Cash inflows from new borrowing		-	-
Repayments of borrowing		(10,000)	(10,000)
Net cash used in financing activities		(10,000)	(10,000)
Change in cash and cash equivalents in the year		208,249	77,700
Cash and cash equivalents at the beginning of the year		407,215	329,515
Cash and cash equivalents at the end of the year	(16)	615,464	407,215

THE CHESTERFIELD CANAL TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2022

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 on 16 July 2014 (as updated by Update Bulletin 1) 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 ongoing concern basis under the historical cost convention modified to include certain items at fair value. 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.

(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 is included in the year of receipt.

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

1. Accounting policies – continued

(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.

(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:-

Asset Type	Rate	Asset Type	Rate
Trip Boats	5%	Furniture	25%
Motor Vehicles	25%	Commercial Property	10%
Plant & Equipment	15% / 25%	Residential Property	2%
Computer Equipment	33.33%	Fixtures and Fittings	20%
Office Equipment	25%		

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

(g) Revaluation of fixed assets

The boats were 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.

The residential property has been revalued as at 30 September 2022. The valuation was undertaken by Norton Highfield Ltd, Chartered Surveyors. 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 properties (50 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.

1. Accounting policies – continued

(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.

(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 considered 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 2022

2. Prior Year Statement of Financial Activities

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

There are no recognised gains and losses in the year other than the surplus for the year identified above as net income.

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

3. Sundry Income

Sundry income relates to training income.

4. Charitable Activities

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Advertising and Publicity	296	-	296	270
Alarm Maintenance & Monitoring	1,142	-	1,142	546
Bank / Paypal Charges	3,729	-	3,729	1,701
Catering	2,891	-	2,891	417
Cleaning	400	-	400	183
Contracting Services	1,389	31,355	32,744	20,811
Depreciation	15,686	12,703	28,389	34,463
Donations Given	1,498	-	1,498	-
Electricity, Gas & Water	5,919	-	5,919	3,071
Fixtures and fittings	208	-	208	213
Fuel & Oil	3,777	-	3,777	3,581
Governance	3,390	-	3,390	1,090
Health and Safety	441	-	441	3,266
Insurance	9,888	-	9,888	8,557
Interest Paid	600	-	600	690
Legal & Professional Fees	6,019	73,427	79,446	1,800
Licences	2,741	13,393	16,134	1,175
Materials	3,741	-	3,741	10,473
Miscellaneous Expenses	1,865	-	1,865	1,936
Mooring Fees	4,583	-	4,583	3,995
Plant & Transport Hire	80	-	80	492
Postage	5,425	-	5,425	3,926
Publicity Material & Signage	9,309	1,437	10,746	6,775
Rent & Rates	4,694	-	4,694	4,942
Repairs & Renewals	3,920	1,155	5,075	10,328
Santa Expenses (Trip Boats)	1,335	-	1,335	-
Security Services	473	-	473	710
Surveys / Inspections / Planning Fees	4,797	-	4,797	2,094
Telephone	68	-	68	466
Tools and Equipment	5,472	4,228	9,700	682
Training	3,071	-	3,071	1,053
Travelling Expenses	-	-	-	24
Waste Removal	-	-	-	945
Water	598	-	598	-
Website / Computer / Software	7,197	-	7,197	4,791
Wages/Salaries (note 16)	29,709	9,603	39,312	37,111
	146,351	147,301	293,652	172,577

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

5. Raising funds

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Charitable Activities				
Cost of Sales	5,269	-	5,269	3,132
	5,269	-	5,269	3,132

6. Tangible fixed assets

	Boats £	Dawn Rose £	Motor Vehicles £	Plant and Equipment £	Property £	Total £
Cost						
At 1 October 2021	262,500	40,000	7,205	91,029	338,642	739,376
Additions	-	-	-	-	-	-
Revaluation September 2022	-	-	-	-	3,442	3,442
Disposals	-	-	-	(30,776)	-	(30,776)
At 30 September 2022	262,500	40,000	7,205	60,253	342,084	712,042
Depreciation						
At 1 October 2021	4,374	667	2,251	66,672	18,796	92,760
Revaluation September 2022	-	-	-	-	(9,403)	(9,403)
Charge for year	13,125	2,000	1,801	6,217	5,246	28,389
Disposals	-	-	-	(30,776)	-	(30,776)
At 30 September 2022	17,499	2,667	4,052	42,113	14,639	80,970
Net book value at 30 September 2022	245,001	37,333	3,153	18,140	327,445	631,072
Net book value at 30 September 2021	258,126	39,333	4,954	24,357	319,846	646,616

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.

Revaluation of Property

The commercial properties at 241/243 Sheffield Rd were revalued for the accounts at 30 September 2022. The valuation was undertaken by Norton Highfield Ltd, Chartered Surveyors. 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 properties (50 years). The historical cost of the property is £310,558.

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

7. Debtors

	2022	2021
	£	£
Trade Debtors	73	2,175
Other debtors and prepayments	66,099	20,366
	<u>66,172</u>	<u>22,541</u>

8. Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	35,283	14,881
Loan	10,000	10,000
Other creditors and accruals	1,220	1,576
	<u>46,503</u>	<u>26,457</u>

9. Creditors: amounts falling due after one year

	2022	2021
	£	£
Loan secured on property situated at 243 Sheffield Road	20,000	30,000

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

	2022	2021
	£	£
Opening Balance	177,171	-
Revaluation Uplift in year	12,845	180,174
Applied in year	(9,008)	(3,003)
Balance carried forward	<u>181,008</u>	<u>177,171</u>

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

12. Funds

Current Year

	Balance 01.10.21 £	Income £	Expenditure £	Transfer Between Funds £	Balance 30.09.22 £
Unrestricted					
General	726,236	318,126	142,612	-	901,750
Restricted					
Hugh Henshall Trip Boat	34,437	-	1,906	-	32,531
Staveley Towns Fund Project	-	183,161	133,161	-	50,000
Python Historic Boat Refurbishment	15,943	-	873	-	15,070
John Varley Trip Boat 1st Stage Payment	15,288	-	1,906	-	13,382
Work Party Equipment	15,517	-	8,018	-	7,499
Place in History Restoration Fund 2017	22,975	-	-	(22,975)	-
Last Cuckoo Project	3,532	-	-	(2,032)	1,500
Walking Festival	1,721	1,923	1,437	-	2,207
2027 Appeal	9,805	11,742	-	27,088	48,635
Barnsley, Dearne & Dove Canal - Entrust Fund	2,081	-	-	(2,081)	-
	121,299	196,826	147,301	-	170,824
Total Funds	847,535	514,952	289,913	-	1,072,574

Prior 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
Walking Festival	-	3,011	1,290	-	1,721
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
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

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

The purpose of the restricted funds are as follows:

- **Hugh Henshall Trip Boat** - A project to build an accessible trip boat supported by the Big Lottery Fund.
- **Walking Festival** - An annual event started in 2018.
- **Friends of Dawn Rose** – Refurbishment of wooden working boat of a type used to carry cargoes on the Chesterfield Canal.
- **Python Historic Boat Refurbishment** - 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.
- **John Varley Trip Boat** - Replacement of old trip boat with a new boat.
- **Work Party Equipment** - Purchase of equipment for use in restoring the Chesterfield Canal.
- **Place in History Restoration Fund 2017** - Fund to support restoration of the Chesterfield Canal. Fund transferred to the 2027 Appeal to consolidate support for restoration.
- **Last Cuckoo Project** - Archaeological dig at Bellhouse Basin on the Chesterfield Canal.
- **2027 Appeal** - Fund to complete the Canal's Restoration.
- **Barnsley, Dearne & Dove Canal – Entrust** - Specified funds received by the Trust on the dissolution of a Canal Trust. Fund transferred to the 2027 Appeal to consolidate support for restoration.
- **Staveley Towns Fund** - The Trust has been awarded a grant to deliver restoration of a section of the canal at Staveley through the Government's Towns Fund Grant Scheme.

13. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total £
Tangible fixed assets	562,590	68,482	631,072
Current Assets	586,671	102,342	689,013
Current Liabilities	(46,503)	-	(46,503)
Long Term Liabilities	(20,000)	-	(20,000)
	1,082,758	170,824	1,253,582

Prior Year

	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

14. Capital commitments

Capital commitments authorised but not contracted at 30 September 2022 totalled Nil (2021: Enil).

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

15. Reconciliation of net movement in funds to net cash flow from operating activities

	2022	2021
	£	£
Net income for the year (as per Statement of Financial Activities)	216,031	50,981
<i>Adjustments for:</i>		
Depreciation charges	28,389	34,463
Dividends, interests and rents from investments	(1,809)	(653)
(Increase)/decrease in stocks	(2,586)	26
(Increase)/decrease in debtors	(43,631)	464
Increase in creditors	20,046	2,549
<i>Net cash from operating activities</i>	<u>216,440</u>	<u>87,830</u>

16. Analysis of cash and cash equivalents

	2022	2021
	£	£
Cash at bank	615,128	404,705
Cash in hand	336	2,510
<i>Total cash and cash equivalents</i>	<u>615,464</u>	<u>407,215</u>

17. Analysis of changes in net debt

	At 1 October	Cash flows	At 30 September
	2021		2022
	£	£	£
Cash at bank and in hand	407,215	208,249	615,464
Debt due within 1 year	(10,000)	-	(10,000)
Debt due after 1 year	(30,000)	10,000	(20,000)
	<u>367,215</u>	<u>218,249</u>	<u>585,464</u>

18. 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 2022 there were no such payments paid to Trustees (2021: £nil).

During the year trustees donated £329 to the charity (2021: £31,719).

There are no other related party transactions in the year.

THE CHESTERFIELD CANAL TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

19. Staff Costs

	2022	2021
	£	£
Wages and Salaries	37,018	35,013
Social Security Costs	-	-
Employer's pension costs	2,244	2,098
	<u>39,262</u>	<u>37,111</u>

The average number of persons employed by the Trust during the year was 1 (2021: 1)

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