

PATTERDALE MOUNTAIN RESCUE  
ASSOCIATION LIMITED

UNAUDITED  
FINANCIAL STATEMENTS

31 DECEMBER 2020

(A company limited by guarantee)

**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**  
**(A company limited by guarantee)**

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**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**

**(A company limited by guarantee)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**Trustees**

Ms H Ash  
Mr P G Baker (appointed 28 April 2020)  
Mrs A Bell  
Mr M Blakey  
Mrs M Childs  
Mr M Cox (appointed 28 April 2020)  
Mr S Duffy  
Mrs J Freeborn (Vice-Chair)  
Mr K Hardcastle (Secretary)  
Mr N Harling (resigned 28 April 2020)  
Mrs K Hodges (resigned 28 April 2020)  
Mr C Lewis  
Mrs G Mininch  
Ms P J Newport (Treasurer)  
Colonel (Retd) C Sanderson OBE JP DL (Chair)

**Company registered number**

03255894

**Charity registered number**

1063329

**Registered office**

Ogilvie House, Patterdale, Penrith, Cumbria, CA11 0PJ

**Company secretary**

Mr K Hardcastle

**Accountants**

Armstrong Watson Audit Limited, Birbeck House, Duke Street, Penrith, Cumbria, CA11 7NA

**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**  
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**TRUSTEES' REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

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The Trustees present their annual report together with the financial statements of the company for the year 1 January 2020 to 31 December 2020. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) as variously amended since.

Since the company qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

## **1 - OBJECTIVES AND ACTIVITIES**

### **a. Policies and objectives**

The principal object of the company is to promote and sustain Patterdale Mountain Rescue Team, a charitable rescue service for all who suffer sickness, peril or any other adversity on any of the mountains in Great Britain and particularly on the mountains of Cumbria in the vicinity of Patterdale or while boating or bathing in the lakes and rivers or streams in the vicinity.

### **b. Strategies for Achieving Objectives**

All Team members need to be appropriately trained, have the right equipment, and be fully committed to being on call at all times, day and night, to give practical and medical assistance to those in danger on the hills and lake. Team members train and meet regularly to develop and maintain their rescue and first-aid/medical skills, and National Qualifications are gained where appropriate. New entrants follow a strict probationary period. The Team will also liaise with other rescue services, for example: fire, police, ambulance, lifeboat and other mountain rescue teams, at times of major incidents. All members actively promote and support fund-raising, education and community events, as public money is the only source of income. This also helps to provide a positive profile in the local community and to the many tourists who visit the area.

### **c. Main Activities Undertaken to Further the Charity's Purposes for Public Benefit**

The Charity provides a vital emergency service to the general public to enable all to enjoy outdoor activities in the area.

### **d. Volunteers**

All team operations, training, fund-raising and administration are undertaken on a voluntary basis.

# **PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**

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## **TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2020**

### **2 - ACHIEVEMENTS AND PERFORMANCE**

#### **a. Chairman's Report by Colonel (Retd) C Sanderson OBE JP DL**

2020 was by any measure an unusual year but despite Covid, Patterdale Mountain Rescue Team and Patterdale Mountain Rescue Association (the charity that supports the Team) have continued to operate effectively and in accordance with the Association's Charitable Objects.

We have enjoyed an appropriate turn-over of Trustees, with Nigel Harling and Karen Hodges standing down. We are very grateful to both; Nigel notably having made significant contributions as Vice-Chair and Secretary of the Association, and Joint Chair of the Fundraising Group. We welcomed Matt Cox and Peter Baker as new Trustees and they have quickly made their mark in a number of fields, not least social media and fundraising for the New Defender respectively. I would also like to highlight Chris Lewis's leadership of our project to revitalise our website. I am immensely grateful for all the Trustees' work, and particularly recognise the commitment of our Vice-Chair, Jacquie Freeborn; Secretary, and Chair of the Fundraising Group, Ken Hardcastle; and Treasurer, Jane Newport. Without their work, the effective operation of the Charity would not be possible.

As a result of Covid, we held our first virtual AGM in April 2020 and have since conducted our business very satisfactorily by the same means. If anything, I would venture that meetings have been shorter and more focused, and our positive experience may guide future practice.

Face-to-face fundraising events have understandably been curtailed but, not least due to one family's exceptional generosity, we were quickly able to raise the £85,000 necessary to purchase and modify our New Land Rover Defender, which we expect to enter service in early 2021. Needless to say, there are always more fundraising challenges on the horizon and we are already giving thought to funding the cost of solar-panels, replacement of our rescue RIB (rigid inflatable boat), and garaging for one of our vehicles and associated equipment at the Pooley Bridge end of Ullswater.

Despite the impact of Covid on fundraising, the Association's finances remain exceptionally sound, in particular with appropriate reserves being maintained as outlined later in the Report.

In June, as one of the 12 Lake District Search and Mountain Rescue Association (LDSAMRA) Mountain Rescue Teams, the Patterdale Team was honoured to be a recipient of the Queen's Award for Voluntary Service (QAVS). The QAVS is a highly valued recognition of outstanding volunteer-led and volunteer-manned organisations who deliver a real impact to their communities. The QAVS is rightly regarded as the 'MBE for voluntary organisations' and in that vein we were also delighted with the announcement in the 2021 New Year's Honours List of the award of an MBE to Ray Griffiths, a long-standing Patterdale Team Member who is currently serving as the President of Mountain Rescue England and Wales (MREW). The award was a really fitting recognition of Ray's personal commitment and contribution, but more broadly an indication of the value placed on the work of Mountain Rescue volunteers.

Following the positive achievements of 2020, undertaken in the face of significant Covid-related operational and fundraising challenges, it is sad to have to advise of a tragic accident which occurred after the end of the reporting year. Whilst deployed on a rescue on Red Screes near Kirkstone on 6 February 2021, Chris Lewis, both a Trustee and a Team Member, fell 150 metres suffering severe life-changing injuries. He was rescued by fellow Team Members and has since undergone intensive medical treatment which is destined to continue for some time. Our thoughts are with Chris and his family, and our thanks go to Mike Blakey and Helen Ash for their outstanding work supporting them.

As a result of Chris's accident, and with the assistance of LDSAMRA, a major fundraising campaign was launched to support Chris's rehabilitation and future care. At the time of writing the campaign has raised over £1 million. The generous response to Chris's accident presented potential financial management and conflict of interest issues for the Trustees. Appropriate professional advice was sought, and these issues were diligently addressed, in particular so that charitable donations intended for Chris's benefit were clearly identified and assigned as such, and that Chris's status as a Trustee did not influence Trustee decision-making relating to the management of donated funds.

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**TRUSTEES' REPORT (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

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A range of valuable non-operational lessons were learned from our response to the incident, in particular relating to: family liaison, media-handling, insurance, legal support, fundraising, recovery/rehabilitation arrangements and Team welfare, and these have been shared within the LDSAMRA community.

**b. Team Leader's Report by Mr M Rippon**

January 2020's winter training in the Cairngorms saw the coming together of Keswick, Cockermouth and Patterdale Mountain Rescue Teams for avalanche-based table-top exercises and joint activities to develop skills and working relationships. The weekend included a visit by the SAR aircraft from Inverness, which allowed Team members to complete their helicopter training modules.

The arrival of Covid 19 and full lockdown in March saw significant changes in our operational and training procedures. These changes were necessary to protect Team members, casualties and Team members' families from the virus. Appropriate protective procedures and PPE were put in place incredibly quickly. This was only possible through the drive and determination of everyone involved in developing the necessary protocols, and then adhering to them rigorously throughout training and rescues. Those early efforts were essential for keeping the Team operational whilst at the same time enabling rescues to be conducted safely.

There was a significant reduction in call-outs during the two Covid lockdowns. Unfortunately, there were several occasions where members of the public breached the rules and the Team were called out by Cumbria Police. During these call-outs, the Team adhered to PPE protocols to ensure the risks of infection and transmission of the virus were reduced. It is pleasing to note that, to our knowledge, nobody has caught Covid as a result of Team deployments or training.

As we moved out of the second lockdown, we began preparing for the predicted influx of visitors to the fells and the anticipated rise in call-outs. Face-to-face training resumed with rope-work and first aid scenarios. Facilitated by Paula Cook (LDSAMRA Medical Rep), Team members received their first Covid vaccinations and we introduced weekly lateral-flow tests. For the foreseeable future, call-outs will require Team members to use sanitising hand-gels, and wear masks, gloves and PPE, all of which have an impact on physical performance on the fells.

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In spring, a dedicated group drawn from within the Team and Trustees began raising funds for the New Defender Land Rover as well as overseeing the sale of Mobile 3, our oldest rescue vehicle, to a Devon-based Mountain Rescue Team. The fundraising target of £85,000 was achieved in November through an exceptionally generous donation from a family with a strong multi-generational affection for Patterdale and the Ullswater valley. We are indebted to them for their generosity and to everyone who contributed to the appeal.

As well as operational changes, we moved into the digital world for training. Members quickly embraced the need to present/attend on-line training presentations, and training continued virtually throughout the lockdown period. A key benefit of virtual training was that it allowed us to create a digital library of training material for future reference and training support, and these can now be quickly accessed by all Team members.

Although we had no changes in Team leadership appointments in 2020, two Deputy Team Leaders are due to step down in 2021 and we are fortunate to have two experienced replacements standing by. Our Secretary, and Training, Medical and Equipment Officers have remained in their hugely demanding roles, all of which require the support of many other Team members. I am mindful of the need for succession planning and steps are in hand to ensure future continuity of expertise in these appointments.

Chris Lewis's accident in early 2021 prompted us to commission an independent review of the accident and its causes, and we will be closely reviewing the report's recommendations to ensure that they are reflected in future training and operational practises. On a more personal note, the aftermath of the accident, although testing on many fronts, has drawn the Team to demonstrate its resilience and cohesion. Chris and his family's strength have been exemplary in that regard, and we are committed to fully supporting them in facing their future challenges. The accident has also demonstrated the readiness of the Team and the Trustees to work closely together to ensure that governance and operational imperatives are fully addressed.

We all look forward, as a Team, to facing the undoubted challenges presented by the relaxation of Covid rules,



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**TRUSTEES' REPORT (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

and beyond that to the resumption of more familiar training and operational procedures. We hope members of the public venturing on to the high fells will continue to follow safety advice and act well within their capabilities, in accordance with [www.adventuresmart.co.uk](http://www.adventuresmart.co.uk) guidance.

### **3 - FINANCIAL REVIEW**

#### **a. Reserves Policy**

##### **A. Reasons for the Association's Reserves**

The Association has assessed that there are two principal requirements to hold reserves to meet perceived future needs: -

1. The nature of the Team's work is such that there is a risk that significant funds could be needed at short notice to replace items/facilities that are not capable of being insured or to cater for major unforeseen demands.
2. The requirement to maintain the Team's Base, replace vehicles on a regular basis, meet the requirements of Health and Safety legislation, and make due allowance for depreciation have caused the Trustees to make provision for reserves to cover these requirements if net income were to be insufficient for this purpose.

##### **B. The Association's Reserves**

1. The Association holds investments in the Cumberland Building Society, Penrith Building Society and Virgin Money, the income from which has been accumulated within these accounts. The Association also holds an account with Shawbrook Bank and Rathbones Unit Trust Management. The interest from these is paid into the Barclays Current account. Holdings with an M&G Charitable Investment Fund were divested during the course of the year.

2. The Association's policy is to maintain a reserve of at least two years' normal running cost expenditure (currently approx £125,000 pa), plus £75,000 contingency (ie £325,000). Holdings in excess of this serve the dual purpose of generating investment income whilst also accumulating to meet significant future capital needs such as the replacement of the Team's rigid inflatable boat (RIB), the possible construction/purchase of a boat-house on Ullswater, and secure garaging for a Team vehicle and associated equipment in the area of Pooley Bridge. Annual depreciation costs of approximately £34,000 pa are shown in the accounts and allowance is made for these asset replacement costs in addition to routine operating costs in arriving at the Reserves target.

##### **C. How the Association will maintain the above Reserves.**

Expenditure and fundraising decisions are based on ensuring that the long term as well as day today requirements of the Team are addressed. Regular Trustees meetings, in parallel with sound day to day management of the Association and the Team, and annual review of the long term imperatives of the organisation ensure that the Reserves are appropriate to the needs of the Association.

##### **D. The Monitoring and Review Procedure.**

The Treasurer is responsible for the production of monthly management accounts, which are shared with the Chairman and Company Secretary. The Treasurer reports in detail to all Trustee meetings, and the Reserves policy is formally reviewed and monitored, reflecting any changing circumstances, on an annual basis.

Free reserves or readily accessible reserves as at 31 December 2020 were £354,775 which is above the target level of £325,000.

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**TRUSTEES' REPORT (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**b. Investment Policy and Performance**

The Trustees of Patterdale Mountain Rescue Association have established an investment policy to guide the Association's investment of that proportion of the Association's financial resources set aside as a reserve. A reserve is established in accordance with good financial governance practice and the requirements of the Charities Commission, taking into account the advice received from the Association's accountants. The size of this reserve is reviewed annually by the Trustees. The Trustees will consider whether the funds to be invested for the longer term under this policy should match, exceed, or in exceptional circumstances be less than the reserve. The policy and its implementation will be reviewed annually, prior to the AGM, or more frequently if required.

The reserve is to provide for the long term needs of the Patterdale Mountain Rescue Team, including provision for major infrastructure and equipment projects, and potential shortfalls of in-year income to meet in-year expenditure requirements. The Trustees believe that it is necessary for the reserve funds to be invested on a medium to long term basis (meaning a minimum of three to five years and preferably considerably longer) to provide a return exceeding inflation. The Memorandum of Association of PMRA provides authority for the Trustees to take such investment decisions on behalf of the Association. The Trustees will also act in accordance with the requirements of The Trustee Act 2000.

The Trustees have determined the following investment objectives:-

- 1) To preserve the value of the Association's investments in real terms.
- 2) To provide a weighted average rate of return greater than UK inflation as measured by the Consumer Prices Index and to deliver this return within acceptable levels of risk and volatility.
- 3) To enable a proportion of the invested funds to be made available for use within a time period of no more than three months in case of major unforeseen demands for cash, over and above normal operating expenditure.

To deliver this policy, the Trustees determined that the management of the funds invested as above should be entrusted to one/more professional investment management companies, selected on the basis of a long track record of successful management of major sums of money. Monitoring of the management company/companies is delegated by the Trustees to the Investment Sub-committee, with any recommendations for change to be formally approved by two of the officers of the Association including the Chair (or in the absence of the Chair, the Vice-Chair) and the Treasurer (or in the absence of the Treasurer, the Secretary.)

Changes to the policy shall be subject to approval at a formal meeting of the Trustees.

The Trustees have further determined that the fund or funds selected for investment should maintain a balanced portfolio across a range of investment classes including UK and overseas equities, government and high quality commercial bonds, property and cash, all subject to the advice of their professional investment manager/s.

**c. Going Concern**

After making appropriate enquires, the Trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.



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**TRUSTEES' REPORT (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**4 - STRUCTURE, GOVERNANCE AND MANAGEMENT**

**a. Constitution**

The company is registered as a charitable company limited by guarantee and was set up by a Trust deed.

The company is constituted under a Trust deed dated 27 September 1996 and is a registered charity number 1063329

The principal object of the company is to promote and sustain Patterdale Mountain Rescue Team, a charitable rescue service for all who suffer sickness, peril or any other adversity on any of the mountains in Great Britain and particularly on the mountains of Cumbria in the vicinity of Patterdale or while boating or bathing in the lakes and rivers or streams in the vicinity.

**b. Method of Appointment or Election of Trustees**

The Trustees are elected by the charity's members at the Annual General Meeting (AGM). At each AGM one third of the Trustees shall retire from office by rotation, however, they shall be eligible for re-election.

A Chairman and Vice-Chairman may, if willing, serve in their respective posts for a maximum of six consecutive years, subject to a bi-annual review, recommendation by the Trustees to members attending the AGM, and election by those Members at each AGM.

**c. Policies Adopted for the Induction and Training of Trustees**

New Trustees are shown a copy of the Charity's Articles of Association, advised on the policy, procedure and responsibilities of the Charity under the Charities Act, and briefed on their responsibilities as Trustees.

Measures are implemented to ensure that, in accordance with Charity Commission guidance, the Association's Trustees:

- understand their role.
- ensure delivery of the Association's purpose and use resources solely for that purpose.
- work effectively as individuals and as a team, making decisions collectively where necessary.
- exercise effective control, with clear processes, and with due care, skill and prudence.
- manage risks effectively.
- engage expert external professional support where necessary.
- behave with integrity and ensure the Association complies with relevant law and regulations.
- and are open and accountable, minuting meetings and reporting publicly.

Declarations of Trustees' actual/potential conflicts of interest are declared and recorded annually, and managed appropriately.

Trustees are annually reminded of Charity Commission guidance on Trustees' duties and responsibilities and the relevant Code and Principles of operation.

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**TRUSTEES' REPORT (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**d. Organisational Structure and Decision making**

The Charity Trustees are all volunteers and are responsible for general control and management of the Charity. Regular meetings are held by the Trustees and also by Team members to discuss finance, training and other relevant issues.

**e. Risk Management**

The Trustees have examined the major strategic, business and operational risks which the charity faces and confirms that systems have been established to enable regular reports to be produced so that necessary steps can be taken to lessen these risks.

The core management responsibility of the Trustees is effective risk management. In support of this, at each meeting of the Trustees, the following risk areas are reviewed and, where necessary, mitigation measures identified and managed:

- Financial management
- Fund-raising
- Investment management
- Expenditure control
- Governance competence and process
- Accountability

The Team similarly reviews key risk areas, namely:

- Team member selection and training
- Management of operational deployments
- Equipment, including vehicles, communications and information systems
- Medical support
- Litigation
- Reputation

**5 - MEMBERS' LIABILITY**

The Members of the company guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

**6 - PUBLIC BENEFIT**

The Trustees of Patterdale Mountain Rescue Association Limited believe they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission.

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**TRUSTEES' REPORT (continued)  
FOR THE YEAR ENDED 31 DECEMBER 2020**


**TRUSTEES' RESPONSIBILITIES STATEMENT**

The Trustees (who are also directors of Patterdale Mountain Rescue Association Limited for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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;
- make judgments and accounting estimates that are reasonable and prudent;
- 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 are sufficient to show and explain the charitable company's transactions and 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.

This report was approved by the Trustees, on  and signed on their behalf by:



.....  
**Colonel (Retd) C Sanderson OBE JP DL**  
**Chairman**

**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**  
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**INDEPENDENT EXAMINER'S REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED (the 'company')**

I report to the charity Trustees on my examination of the accounts of the company for the year ended 31 December 2020.

This report is made solely to the company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the company's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the company's Trustees as a body, for my work or for this report.

**RESPONSIBILITIES AND BASIS OF REPORT**

As the Trustees of the company (and 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 the company's accounts 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**

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

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.

Signed: 

Dated: 11 August 2021

Karen Rae      FCCA

Armstrong Watson Audit Limited  
Chartered Accountants and Statutory Auditors  
Carlisle

**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**  
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**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
<b>INCOME FROM:</b>					
Donations and legacies	2	107,488	60,626	168,114	115,945
Other trading activities	3	7,412	4,056	11,468	5,545
Investments	4	8,793	-	8,793	5,788
<b>TOTAL INCOME</b>		<b>123,693</b>	<b>64,682</b>	<b>188,375</b>	<b>127,278</b>
<b>EXPENDITURE ON:</b>					
Raising funds	5,3	11,318	1,249	12,567	11,128
Charitable activities	8,7,6	74,926	256	75,182	123,362
<b>TOTAL EXPENDITURE</b>		<b>86,244</b>	<b>1,505</b>	<b>87,749</b>	<b>134,490</b>
<b>NET INCOME / (EXPENDITURE) BEFORE INVESTMENT GAINS</b>					
Net gains on investments	13	37,449 7,774	63,177 -	100,626 7,774	(7,212) 8,445
<b>NET INCOME BEFORE TRANSFERS</b>		<b>45,223</b>	<b>63,177</b>	<b>108,400</b>	<b>1,233</b>
Transfers between Funds	17	42,280	(42,280)	-	-
<b>NET INCOME BEFORE OTHER RECOGNISED GAINS AND LOSSES</b>		<b>87,503</b>	<b>20,897</b>	<b>108,400</b>	<b>1,233</b>
<b>NET MOVEMENT IN FUNDS</b>		<b>87,503</b>	<b>20,897</b>	<b>108,400</b>	<b>1,233</b>
<b>RECONCILIATION OF FUNDS:</b>					
Total funds brought forward		1,208,101	1,278	1,209,379	1,208,146
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>1,295,604</b>	<b>22,175</b>	<b>1,317,779</b>	<b>1,209,379</b>

The notes on pages 13 to 23 form part of these financial statements.

**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**

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REGISTERED NUMBER: 03255894

**BALANCE SHEET  
AS AT 31 DECEMBER 2020**

	Note	£	2020 £	£	2019 £
<b>FIXED ASSETS</b>					
Intangible assets	11		3,569		-
Tangible assets	12		618,375		604,282
Investments	13		319,908		210,923
			<u>941,852</u>		<u>815,205</u>
<b>CURRENT ASSETS</b>					
Stocks	14	7,632		8,277	
Debtors	15	26,433		31,878	
Cash at bank and in hand		345,358		361,563	
			<u>379,423</u>	<u>401,718</u>	
<b>CREDITORS:</b> amounts falling due within one year	16	(3,496)		(7,544)	
<b>NET CURRENT ASSETS</b>			<u>375,927</u>		<u>394,174</u>
<b>NET ASSETS</b>			<u>1,317,779</u>		<u>1,209,379</u>
<b>CHARITY FUNDS</b>					
Restricted funds	17		22,175		1,278
Unrestricted funds	17		1,295,604		1,208,101
<b>TOTAL FUNDS</b>			<u>1,317,779</u>		<u>1,209,379</u>

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on 26 May 2021 and signed on their behalf, by:



**Colonel (Retd) C Sanderson OBE JP DL**

The notes on pages 13 to 23 form part of these financial statements.



**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**1. ACCOUNTING POLICIES**

**1.1 Basis of preparation of financial statements**

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 (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Patterdale Mountain Rescue Association Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

**1.2 Company status**

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

**1.3 Income**

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the company is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the company has been notified of the executor's intention to make a distribution. Where legacies have been notified to the company, or the company is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the company has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the company of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the company which is the amount the company would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**1. ACCOUNTING POLICIES (CONTINUED)**

**1.4 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the company. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

**1.5 Intangible fixed assets and amortisation**

Intangible assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably. Intangible assets are initially recognised at cost and are subsequently measured at cost net of amortisation and any provision for impairment.

**1.6 Tangible fixed assets and depreciation**

All assets costing more than £500 are capitalised.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities incorporating income and expenditure account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	Straight line over 50 years
Freehold land	-	is not depreciated
Plant and machinery	-	20% reducing balance
Motor vehicles	-	20% reducing balance
Fixtures and fittings	-	over 3 years straight line

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**1. ACCOUNTING POLICIES (CONTINUED)**

**1.7 Investments**

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of financial activities incorporating income and expenditure account.

**1.8 Interest receivable**

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

**1.9 Stocks**

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

**1.10 Debtors**

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

**1.11 Cash at Bank and in hand**

Cash at bank and in hand includes cash and 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.

**1.12 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

**1.13 Grants**

Grants are credited to the Statement of financial activities incorporating income and expenditure account as the related expenditure is incurred.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**1. ACCOUNTING POLICIES (CONTINUED)**

**1.14 Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**2. INCOME FROM DONATIONS AND LEGACIES**

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Donations	67,284	53,478	120,762	44,692
Legacies	15,224	-	15,224	43,554
Grants	5,000	-	5,000	3,000
Supporters club income	19,980	7,148	27,128	24,699
	<hr/>	<hr/>	<hr/>	<hr/>
Total donations and legacies	107,488	60,626	168,114	115,945
	<hr/>	<hr/>	<hr/>	<hr/>
Total 2019	115,945	-	115,945	
	<hr/>	<hr/>	<hr/>	

**3. TRADING ACTIVITIES**

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
<b>Charity trading income</b>				
Website and event sales	7,412	4,056	11,468	5,545
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fundraising trading expenses</b>				
Purchases and expenses	2,335	1,249	3,584	3,148
Fundraising costs	2,292	-	2,292	2,016
	<hr/>	<hr/>	<hr/>	<hr/>
	4,627	1,249	5,876	5,164
	<hr/>	<hr/>	<hr/>	<hr/>
Net income from trading activities	2,785	2,807	5,592	381
	<hr/>	<hr/>	<hr/>	<hr/>

**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**4. INVESTMENT INCOME**

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
From UK listed investments	7,104	-	7,104	3,485
Bank and building society interest receivable	1,689	-	1,689	2,303
	<u>8,793</u>	<u>-</u>	<u>8,793</u>	<u>5,788</u>
<i>Total 2019</i>	<u>5,788</u>	<u>-</u>	<u>5,788</u>	

**5. COSTS OF RAISING FUNDS**

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Cost of annual report	4,594	-	4,594	3,898
Newsletters	2,097	-	2,097	2,066
	<u>6,691</u>	<u>-</u>	<u>6,691</u>	<u>5,964</u>
<i>Total 2019</i>	<u>5,964</u>	<u>-</u>	<u>5,964</u>	

**6. DIRECT COSTS**

	Activities £	Total 2020 £	Total 2019 £
Amortisation	324	324	-
Depreciation	33,591	33,591	39,920
Provision of mountain rescue	47,207	47,207	75,114
Profit on disposal of fixed assets	(14,586)	(14,586)	-
	<u>66,536</u>	<u>66,536</u>	<u>115,034</u>
<i>Total 2019</i>	<u>115,034</u>	<u>115,034</u>	

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**7. SUPPORT COSTS**

	Activities £	Total 2020 £	Total 2019 £
Telephone	2,709	2,709	2,636
Office costs	2,193	2,193	1,775
Media costs	318	318	1,154
	<u>5,220</u>	<u>5,220</u>	<u>5,565</u>
<i>Total 2019</i>	<u>5,565</u>	<u>5,565</u>	

**8. GOVERNANCE COSTS**

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Accountancy and other professional costs	<u>3,426</u>	<u>-</u>	<u>3,426</u>	<u>2,763</u>

**9. NET INCOME/(EXPENDITURE)**

This is stated after charging:

	2020 £	2019 £
Depreciation of tangible fixed assets: - owned by the charity	<u>33,591</u>	<u>39,920</u>

**10. STAFF COSTS**

The company has no employees other than the Trustees, who did not receive any remuneration (2019 - £NIL).



**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**11. INTANGIBLE FIXED ASSETS**

	Website £
<b>Cost</b>	
At 1 January 2020	-
Additions	3,893
At 31 December 2020	3,893
<b>Amortisation</b>	
At 1 January 2020	-
Charge for the year	324
At 31 December 2020	324
<b>Carrying amount</b>	
At 31 December 2020	3,569
At 31 December 2019	-

**12. TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
<b>Cost</b>					
At 1 January 2020	733,111	116,127	189,577	43,698	1,082,513
Additions	-	5,817	42,280	-	48,097
Disposals	-	-	(35,623)	(6,995)	(42,618)
At 31 December 2020	733,111	121,944	196,234	36,703	1,087,992
<b>Depreciation</b>					
At 1 January 2020	197,812	81,651	161,947	36,821	478,231
Charge for the year	13,212	8,058	5,443	6,877	33,590
On disposals	-	-	(35,209)	(6,995)	(42,204)
At 31 December 2020	211,024	89,709	132,181	36,703	469,617
<b>Net book value</b>					
At 31 December 2020	522,087	32,235	64,053	-	618,375
At 31 December 2019	535,299	34,476	27,630	6,877	604,282

**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**13. FIXED ASSET INVESTMENTS**

	Listed securities £
<b>Market value</b>	
At 1 January 2020	210,923
Additions	125,000
Disposals	(23,789)
Change in market value	7,774
	<u>319,908</u>
At 31 December 2020	<u><u>319,908</u></u>

**Investments at market value comprise:**

	2020 £	2019 £
Listed investments	<u>319,907</u>	<u>210,923</u>

All the fixed asset investments are held in the UK.

**14. STOCKS**

	2020 £	2019 £
Finished goods	<u>7,632</u>	<u>8,277</u>

**15. DEBTORS**

	2020 £	2019 £
Other debtors	22,940	29,614
Prepayments and accrued income	3,493	2,264
	<u>26,433</u>	<u>31,878</u>

**16. CREDITORS: Amounts falling due within one year**

	2020 £	2019 £
Other creditors	1,246	5,444
Accruals and deferred income	2,250	2,100
	<u>3,496</u>	<u>7,544</u>

**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**17. STATEMENT OF FUNDS**

**STATEMENT OF FUNDS - CURRENT YEAR**

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/(out) £	Gains/ (Losses) £	Balance at 31 December 2020 £
<b>Unrestricted funds</b>						
General Funds - all funds	1,208,101	123,693	(86,244)	42,280	7,774	1,295,604
<b>Restricted funds</b>						
Fixed assets restricted funds	1,278	-	(256)	-	-	1,022
Landrover fund	-	64,682	(1,249)	(42,280)	-	21,153
	1,278	64,682	(1,505)	(42,280)	-	22,175
<b>Total of funds</b>	<b>1,209,379</b>	<b>188,375</b>	<b>(87,749)</b>	<b>-</b>	<b>7,774</b>	<b>1,317,779</b>

Fixed asset restricted funds represents purchases of fixed assets from specific grants where restrictions apply.

The Landrover fund represents a fund for the purchase of a new Landrover and modifications to the vehicle. The acquisition of a new Landrover fulfilled part of that restriction and has been transferred as an unrestricted asset.

**STATEMENT OF FUNDS - PRIOR YEAR**

	Balance at 1 January 2019 £	Income £	Expenditure £	Transfers in/(out) £	Gains/ (Losses) £	Balance at 31 December 2019 £
General Funds - all funds	849,638	127,278	(134,170)	356,910	8,445	1,208,101
<b>Restricted funds</b>						
Fixed assets restricted funds	358,508	-	(320)	(356,910)	-	1,278
<b>Total of funds</b>	<b>1,208,146</b>	<b>127,278</b>	<b>(134,490)</b>	<b>-</b>	<b>8,445</b>	<b>1,209,379</b>

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**17. STATEMENT OF FUNDS (continued)**

**SUMMARY OF FUNDS - CURRENT YEAR**

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/(out) £	Gains/ (Losses) £	Balance at 31 December 2020 £
General funds	1,208,101	123,693	(86,244)	42,280	7,774	1,295,604
Restricted funds	1,278	64,682	(1,505)	(42,280)	-	22,175
	<u>1,209,379</u>	<u>188,375</u>	<u>(87,749)</u>	<u>-</u>	<u>7,774</u>	<u>1,317,779</u>

**SUMMARY OF FUNDS - PRIOR YEAR**

	Balance at 1 January 2019 £	Income £	Expenditure £	Transfers in/(out) £	Gains/ (Losses) £	Balance at 31 December 2019 £
General funds	849,638	127,278	(134,170)	356,910	8,445	1,208,101
Restricted funds	358,508	-	(320)	(356,910)	-	1,278
	<u>1,208,146</u>	<u>127,278</u>	<u>(134,490)</u>	<u>-</u>	<u>8,445</u>	<u>1,209,379</u>

**PATTERDALE MOUNTAIN RESCUE ASSOCIATION LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**18. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

**ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR**

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Intangible fixed assets	3,569	-	3,569
Tangible fixed assets	617,353	1,022	618,375
Fixed asset investments	319,907	-	319,907
Current assets	358,272	21,153	379,425
Creditors due within one year	(3,497)	-	(3,497)
	<u>1,295,604</u>	<u>22,175</u>	<u>1,317,779</u>

**ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR**

	<i>Unrestricted funds 2019 £</i>	<i>Restricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Tangible fixed assets	603,004	1,278	604,282
Fixed asset investments	210,923	-	210,923
Current assets	401,718	-	401,718
Creditors due within one year	(7,544)	-	(7,544)
	<u>1,208,101</u>	<u>1,278</u>	<u>1,209,379</u>

