

CLWYD SPECIAL RIDING CENTRE LIMITED
(Company limited by guarantee)

**REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

CLWYD SPECIAL RIDING CENTRE LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2021

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CLWYD SPECIAL RIDING CENTRE LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of 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 2019).

Objectives and activities

The charity's continuing aim is to provide people with special needs the opportunity to ride, carriage drive or equestrian vault, to benefit their health and well-being. This is done via the operation of an equestrian centre which has the necessary specialist equipment.

The trustees arrange, from time to time, suitable fundraising events to support the activities of the centre over the longer term.

Public Benefit

The trustees have due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

Achievements and performance

As a result of Covid-19 restrictions the Centre was closed on 24th March 2020 and only began to reopen gradually from September 2021. This has required the Trustees to run the centre on a 'care and maintenance' basis for the majority of the year. All costs have been reduced as far as practical while income from RDA riding, holiday groups and users of the facilities has been nil during the 9 month closure period.

This has been offset by help available in the year from both the Government furlough scheme, and from support grants. This, along with ongoing tremendous support from local charity foundations, organisations and individuals has meant that, at the end of the year, the surplus before depreciation was almost maintained at £28,689 (last year £33,229).

Risk Management

The Board of Trustees is a non-executive body, delegating its operational management to the centre operations manager. The Board establishes the strategic direction of the organisation, sets policies in place in order to meet the charity's objectives and legal requirements and exercises scrutiny over the performance of the organisation and the managerial function. There are four standing committees, the Management Committee (all Trustees), and the Equine, Finance and Staff Committees. The Board and Management Committee meet on a monthly basis together with an Annual General Meeting. The Board maintains regular vigilance over its policies and procedures to ensure the fulfilment of all necessary legal requirements.

Financial Review

The centre was temporarily closed for 3 quarters of the year due to the pandemic, and the financial review must be viewed in this light.

The centre had a net deficit of £13,153 in the year (last year £11,792) but this was after charging £41,842 in depreciation. Without this, the centre generated a surplus of £28,689 (last year £33,229).

Income during the year

As anticipated, income fell substantially again to £205,525 from £272,119 in the prior year, mainly as a result of lower donations and reduced government and local authority grants available.

Expenditure during the year

Costs were reduced by £64,677 as the trustees and staff scrutinised all the operating costs. In particular, staffing costs, which is the centre's most significant expenditure.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021**

In Summary

In the autumn of 2021 the centre began to reopen on a gradual basis and planned to bring back the vital volunteers who are so much needed to support the riders. In line with other RDA groups this has proved a slow task as over the past two years lifestyle habits have changed. Thus, the rebuilding of the number of riders and volunteers will continue into 2022. It is hoped that the activities of the centre will be back to pre-pandemic levels by around December 2022.

Reserves Policy

The strategy is to build back up the financial reserves from the current levels to an amount approximately equivalent to one year's operating costs. The recent enforced lockdown shows how important this objective is. This will be achieved over a number of years with the support of many organisations and individuals who consider the Centre's role is of paramount importance.

Structure, governance and management

Clwyd Special Riding Centre Limited is constituted through its Memorandum and Articles of Association as an independent charity managed by a company limited by guarantee. The Board of Trustees currently comprises 8 members.

Trustees are appointed by a resolution of at least three trustees. Trustees retire by rotation. A trustee may be removed by a resolution approved by the Board. On appointment, trustees receive an induction into the charity, along with detailed documentation about its work. This documentation is constantly updated as the charity develops. Trustees receive appropriate Charity Commission publications during the year and are offered a number of development opportunities via the efforts of the centre manager and also through the support of the Riding for the Disabled Association.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guaranteed to contribute an amount, not exceeding £10, in the event of winding up.

The trustees consider the finances to be in acceptable order as shown by the financial statements on pages 8 to 20 which comply with current statutory requirements.

The training of our staff has been an essential component underpinning our development. This has been made possible by the astute management of our resources and by assessing the many opportunities to invest in workforce development now offered by the Wales Council for Voluntary Action.

The trustees are confident that the Centre staff will continue to achieve the aims and objectives of the charity as stated in this report when the centre is re-opened.

The staff of the charity are organised in a formal management structure. The centre operations manager reports monthly to the Board who authorise any relevant management decisions. The charity is a member of the Riding for the Disabled Association and the Wales Council for Voluntary Action.

Reference and administrative details

Registered Company number

06033558 (England and Wales)

Registered Charity number

1118241

Registered office

Llanfynydd
Wrexham
Wrexham CB
LL11 5HN

CLWYD SPECIAL RIDING CENTRE LIMITED

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021**

Trustees

Ann Lambert – Chairman (resigned 20 April 2022)
Maurice Lyall Cottle FCA – Treasurer and Company Secretary
Julie Cowley (appointed 6 October 2021)
Alex Edwards (resigned 15 September 2021)
John Evans
Victoria Everall
Patricia Green (resigned 23 July 2021)
Norma Shaw (appointed 18 November 2021)
Keith Thompson
Kate Hill-Trevor
Kathy Hodgkinson (resigned 20 April 2022)
Phillip Gerrard-Jones (resigned 21 July 2021)
Jemima Ockleston (resigned 27 August 2021)
Jilly Walton

Auditors

Xeinadin Audit Limited
St Andrews House
Yale Business Village
Ellice Way
Wrexham
Wrexham CB
LL13 7YL

Statement of trustees' responsibilities

The trustees (who are also the directors of Clwyd Special Riding Centre Limited for the purposes of company law) are responsible for preparing the Report of the trustees 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 which 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Auditors

The auditors, Xeinadin Audit Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Former auditors, John Davies & Co, are part of the Xeinadin group of accountancy firms, who now conduct their audits centrally through Xeinadin Audit Limited.

Disclosure of information to auditors

Each of the directors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Approved by order of the board of trustees on 17 May 2022 and signed on its behalf by:



John Evans
Trustee



Maurice Lyall Cottle FCA
Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
CLWYD SPECIAL RIDING CENTRE LIMITED**

Opinion

We have audited the financial statements of Clwyd Special Riding Centre Limited (the 'charitable company') for the year ended 31 December 2021 which comprise the Statement of financial activities, the Balance sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Report of the independent auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic report or in preparing the Report of the trustees.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the independent auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the financial statements, including how fraud may occur by enquiring of management of its own consideration of fraud. In particular, we looked at where management made subjective judgements, for example in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. We also considered potential financial or other pressures, opportunity and motivations for fraud. As part of this discussion we identified the internal controls established to mitigate risks related to fraud or noncompliance with laws and regulations and how management monitor these processes. Appropriate procedures included the review and testing of manual journals and key estimates and judgements made by management.

We gained an understanding of the legal and regulatory framework applicable to the Company and the industry in which it operates, drawing on our broad sector experience, and considered the risk of acts by the Company that were contrary to these laws and regulations, including fraud.

We focused on laws and regulations that could give rise to a material misstatement in the financial statements, including, but not limited to, UK tax legislation and equivalent local laws and regulations.

We made enquiries of management with regards to compliance with the above laws and regulations and corroborated any necessary evidence to relevant information, for example, minutes of meetings and correspondence with relevant authorities.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
CLWYD SPECIAL RIDING CENTRE LIMITED**

We completed a sample of audit reviews with a focus on the income, expenditure and cash balances throughout the period to ensure that activities were supported and in line with current applicable legislation. Any unusual findings were raised with the finance department for further investigation.

Our tests included agreeing the financial statements disclosures to underlying supporting documentation and enquiries with management.

We did not identify any key audit matters relating to irregularities, including fraud. As in all of our audits, we also addressed the risk of management override of internal controls including testing journals and evaluation whether there was evidence of bias by the board of directors that represented a risk of material misstatement due to fraud.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Timothy Howard Davies, BA, FCA (Senior Statutory Auditor)
for and on behalf of Xeinadin Audit Limited
St Andrews House
Yale Business Village
Ellice Way
Wrexham
Wrexham CB
LL13 7YL

Date: 1st August 2022

CLWYD SPECIAL RIDING CENTRE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Income and endowments from					
Donations and legacies	2	131,653	-	131,653	208,396
Charitable activities					
Charitable activities	5	23,894	-	23,894	38,465
Other trading activities	3	40,657	-	40,657	24,440
Investment income	4	1,927	-	1,927	818
Other income		<u>7,394</u>	<u>-</u>	<u>7,394</u>	<u>-</u>
Total		205,525	-	205,525	272,119
Expenditure on					
Charitable activities					
Charitable activities	7	214,550	547	215,097	280,504
Governance costs	8	<u>4,911</u>	<u>-</u>	<u>4,911</u>	<u>4,181</u>
Total		219,461	547	220,008	284,685
Net gains on investments		<u>1,331</u>	<u>-</u>	<u>1,331</u>	<u>774</u>
NET INCOME/(EXPENDITURE)		(12,606)	(547)	(13,153)	(11,792)
Reconciliation of funds					
Total funds brought forward		<u>944,146</u>	<u>4,354</u>	<u>948,500</u>	<u>960,292</u>
Total funds carried forward		<u>931,540</u>	<u>3,807</u>	<u>935,347</u>	<u>948,500</u>

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The notes form part of these financial statements

CLWYD SPECIAL RIDING CENTRE LIMITED

BALANCE SHEET
31 DECEMBER 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Fixed assets					
Tangible assets	14	869,602	-	869,602	924,915
Investments	15	<u>63,023</u>	<u>-</u>	<u>63,023</u>	<u>61,692</u>
		932,625	-	932,625	986,607
Current assets					
Stocks	16	4,126	-	4,126	4,339
Debtors	17	1,706	-	1,706	3,269
Cash at bank		<u>42,556</u>	<u>-</u>	<u>42,556</u>	<u>33,928</u>
		48,388	-	48,388	41,536
Creditors					
Amounts falling due within one year	18	(45,666)	-	(45,666)	(44,643)
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net current assets		<u>2,722</u>	<u>-</u>	<u>2,722</u>	<u>(3,107)</u>
Total assets less current liabilities		935,347	-	935,347	983,500
Loan	19	-	-	-	(35,000)
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET ASSETS		<u>935,347</u>	<u>-</u>	<u>935,347</u>	<u>948,500</u>
Funds	21				
Unrestricted funds:					
- General fund				929,282	943,219
- Revaluation reserve				2,258	927
Restricted funds				<u>3,807</u>	<u>4,354</u>
Total funds				<u>935,347</u>	<u>948,500</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 17 May 2022 and were signed on its behalf by:



Maurice Lyall Cottle FCA
Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. Accounting policies**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Going Concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present day value of the future receipts discounted at a market rate of interest. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

CLWYD SPECIAL RIDING CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. Accounting policies – continued

Trade payables are obligations to pay for goods and services that have been acquired in the ordinary course of business of operations from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

Incoming resources

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that the income will be received.

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income. The following specific policies are applied to particular categories of income:

- Donation and legacy income is received by way of grants, donations, sponsorship and gifts and is included in full in the Statement of Financial Activities. Grants, which include government 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.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by the volunteers has not been included in these accounts.
- Investment income is included when receivable.
- Incoming resources from charitable activities are accounted for when earned.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT, which cannot be recovered, and is reported as part of the expenditure to which it relates:

- Costs of generating funds comprise the costs associated with attracting donations and legacies and the costs of trading for fundraising purposes including the charity's provision of services.
- Charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its 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 audit fee and costs linked to the management of the charity.
- All costs are allocated between the expenditure categories on the Statement of Financial Activities on a basis designed to reflect the use of resources. Costs relating to particular activities are allocated directly; others are apportioned on an appropriate basis.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

1. Accounting policies – continued**Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses (excluding freehold land).

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	2% straight line
Track	20% straight line
Horses and equipment	15% reducing balance and 4% straight line
Motor vehicles	25% reducing balance

Freehold land included in land and buildings is not depreciated as the trustees deem its market value to be in excess of cost.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

Fixed asset investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains/(losses) on investments' in the Statement of Financial Activities if the shares are publicly traded or their fair value can otherwise be measured reliably.

Impairment of fixed assets

At each reporting date the charitable company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Clwyd Special Riding Centre Limited is a registered charity and is thus exempt from tax on income and gains falling within section 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to charitable objectives.

Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

CLWYD SPECIAL RIDING CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

1. Accounting policies – continued

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdraft. Bank overdrafts are shown within borrowings in current liabilities.

Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2. Donations and legacies

	2021	2020
	£	£
Donations	30,549	67,353
Gift aid	2,757	7,458
Grants	5,220	23,759
Government grants	78,902	94,769
Sponsorship	<u>14,225</u>	<u>15,057</u>
	<u>131,653</u>	<u>208,396</u>

Government grants relate to grants received of £60,000 from Flintshire county Council and the Welsh Government under the Coronavirus retail, leisure and hospitality business support scheme and £18,902 from HM Revenue & Customs under the Job Retention Scheme. These grants are unconditional and have been recognised when there is reasonable assurance that the grants will be received.

3. Other trading activities

	2021	2020
	£	£
Fundraising events	39,936	18,686
Activities for generating funds	<u>721</u>	<u>5,754</u>
	<u>40,657</u>	<u>24,440</u>

4. Investment income

	2021	2020
	£	£
Investment income	<u>1,927</u>	<u>818</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

5. Income from charitable activities

	Activity	2021 £	2020 £
Holiday/course fees	Charitable activities	940	464
Riding fees	Charitable activities	5,656	19,186
Use of facilities	Charitable activities	17,237	18,602
Shop sales, net of purchases	Charitable activities	61	213
		<u>23,894</u>	<u>38,465</u>

6. Charitable activities costs

	Direct costs (See note 7) £	Governance costs (See note 8) £	Totals £
Charitable activities	215,097	-	215,097
Governance costs	-	4,911	4,911
	<u>215,097</u>	<u>4,911</u>	<u>220,008</u>

7. Direct costs of charitable activities

	2021 £	2020 £
Staff costs	88,690	146,931
Hay, feed & bedding	9,766	6,749
Blacksmith costs	6,067	6,181
Tack, equipment & horse care	2,422	3,158
Veterinary fees	12,934	8,778
Heat, light, water and rates	8,024	12,339
Repairs and maintenance	25,112	20,878
Insurances	6,923	6,736
Office costs	6,492	6,028
Vehicle running costs	2,951	2,061
Training	189	446
Promotion and advertising costs	99	592
Sundry costs	2,868	6,187
Recruitment charges	719	-
Depreciation	41,841	45,021
	<u>215,097</u>	<u>272,085</u>

CLWYD SPECIAL RIDING CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**8. Governance costs**

	Governance costs
	£
Governance costs	<u>4,911</u>

Governance costs, included in the above, are as follows:

	2021	2020
	£	£
Auditors' remuneration	2,620	2,029
Auditors' remuneration for non audit work	1,081	500
Bank charges	278	904
Professional fees	<u>932</u>	<u>748</u>
	<u>4,911</u>	<u>4,181</u>

9. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	£	£
Audit fees	2,620	2,029
Accountancy charges	1,081	500
Depreciation - owned assets	41,841	45,021
Surplus on disposal of fixed assets	<u>(7,394)</u>	<u>-</u>

10. Trustees' remuneration and benefits

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

11. Staff costs

	2021	2020
	£	£
Wages and salaries	<u>88,690</u>	<u>146,931</u>

The average monthly number of (full time equivalent) employees during the year was as follows:

	2021	2020
Horsecare, projects and administration	<u>9</u>	<u>7</u>

No employees received emoluments in excess of £60,000.

12. Comparatives figures as at 31 December 2020 for the statement of financial activities

	Unrestricted funds £	Restricted funds £	Total funds £
Income and endowments from			
Donations and legacies	207,199	1,197	208,396
Charitable activities			
Charitable activities	38,465	-	38,465
Other trading activities	24,440	-	24,440
Investment income	<u>818</u>	<u>-</u>	<u>818</u>
Total	270,922	1,197	272,119
Expenditure on			
Charitable activities			
Charitable activities	278,659	1,845	280,504
Governance costs	<u>4,181</u>	<u>-</u>	<u>4,181</u>
Total	282,840	1,845	284,685
Net gains on investments	<u>774</u>	<u>-</u>	<u>774</u>
NET INCOME/(EXPENDITURE)	(11,144)	(648)	(11,792)
Reconciliation of funds			
Total funds brought forward	<u>955,290</u>	<u>5,002</u>	<u>960,292</u>
Total funds carried forward	<u>944,146</u>	<u>4,354</u>	<u>948,500</u>

CLWYD SPECIAL RIDING CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**13. Net gains/(losses) on investments**

	2021 £	2020 £
Revaluation of investments	<u>1,331</u>	<u>774</u>

14. Tangible fixed assets

	Land and buildings £	Track £	Horses and equipment £	Motor vehicles £	Totals £
Cost					
At 1 January 2021	1,135,214	98,613	251,765	9,518	1,495,110
Additions	-	-	4,181	-	4,181
Disposals	<u>(15,715)</u>	<u>-</u>	<u>(3,544)</u>	<u>-</u>	<u>(19,259)</u>
At 31 December 2021	<u>1,119,499</u>	<u>98,613</u>	<u>252,402</u>	<u>9,518</u>	<u>1,480,032</u>
Depreciation					
At 1 January 2021	349,151	98,613	113,000	9,429	570,193
Charge for year	22,389	-	19,431	22	41,842
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>(1,605)</u>	<u>-</u>	<u>(1,605)</u>
At 31 December 2021	<u>371,540</u>	<u>98,613</u>	<u>130,826</u>	<u>9,451</u>	<u>610,430</u>
Net book value					
At 31 December 2021	<u>747,959</u>	<u>-</u>	<u>121,576</u>	<u>67</u>	<u>869,602</u>
At 31 December 2020	<u>786,063</u>	<u>-</u>	<u>138,765</u>	<u>89</u>	<u>924,917</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

15. Fixed asset investments

	Listed investments £
Market value	
At 1 January 2021	61,692
Revaluations	<u>1,331</u>
At 31 December 2021	<u>63,023</u>
Net book value	
At 31 December 2021	<u>63,023</u>
At 31 December 2020	<u>61,692</u>

There were no investment assets outside the UK.

As at 31 December 2021 the investments are solely represented by Charibond and Charifund units held with M & G Securities Limited.

These investments are held by the charitable company to ensure its longer term financial stability in accordance with the reserves policy. The charitable company receives professional advice on its investment portfolio which has included advice on the sale and reinvestment of funds.

16. Stocks

	2021 £	2020 £
Stocks	<u>4,126</u>	<u>4,339</u>

17. Debtors: amounts falling due within one year

	2021 £	2020 £
Other debtors	368	1,027
Prepayments and accrued income	<u>1,338</u>	<u>2,242</u>
	<u>1,706</u>	<u>3,269</u>

CLWYD SPECIAL RIDING CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**18. Creditors: amounts falling due within one year**

	2021 £	2020 £
Other Loans (see note 19)	30,000	-
Social security and other taxes	872	865
Accruals and deferred income	<u>14,794</u>	<u>43,778</u>
	<u>45,666</u>	<u>44,643</u>

19. Loans

An analysis of the maturity of loans is given below:

	2021 £	2020 £
Amounts falling due after more than one year:		
Other loans	<u>-</u>	<u>35,000</u>

The Loan is from the Riding For The Disabled Incorporating Carriage Driving, who provided an unsecured loan facility of £40,000, to run for 2 years. The Agreement was dated 25th July 2018 and the loan is interest free. At the conclusion of the term interest will be payable at a rate specified in the Agreement on the balance that remains outstanding. Tranches of the loan can be drawn down, or repaid, after giving the appropriate notification.

By agreement with the lender the loan repayment conditions have been extended and it is now repayable in August 2022, unless otherwise agreed with the lender. Therefore the loan was considered as long term in the 2020 year end accounts but has now been reclassified as short term (as per note 18). The loan remains interest free.

20. Operating lease commitments

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	Other operating leases	
	2021 £	2020 £
Expiring:		
Within one year	1,056	1,056
Over 1 year	<u>1,320</u>	<u>2,112</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

21. Movement in funds

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	947,953	(12,606)	935,347
Restricted funds			
Penny Brooks Memorial Fund	547	(547)	-
TOTAL FUNDS	<u>948,500</u>	<u>(13,153)</u>	<u>935,347</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	205,525	(219,461)	1,331	(12,606)
Restricted funds				
Hippotherapy Fund	-	(547)	-	(547)
TOTAL FUNDS	<u>205,525</u>	<u>(220,009)</u>	<u>1,331</u>	<u>(13,153)</u>

Hippotherapy Fund

Hippotherapy fund (formerly called the Penny Brooks Memorial fund) - these funds were set aside by the trustees to provide ongoing funding for the hippotherapy courses run by the charity. Any surplus funds that may exist at the end of the project will be utilised as unrestricted funds. It is now supported by public donations specifically given for the project. Incoming resources includes payments for services in advance during closure and may be repayable.

22. Related party disclosures

There were no related party transactions for the year ended 31 December 2021.

23. Post Balance Sheet Events

In January 2022, a grant of £25,000 was approved from Iceland Foods Charitable Foundation in respect of the first year costs of employing a new centre operations director in 2022. This appointment was made in April 2022 and the grant funds have now been received.

This is a non-adjusting event and the income is to be treated as restricted.