

COMPANY REGISTRATION NUMBER: 06989797
CHARITY REGISTRATION NUMBER: 1132733

Hill House Christian Centre Limited
Company Limited by Guarantee
Unaudited Financial Statements
31 December 2020

Hill House Christian Centre Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 December 2020

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Hill House Christian Centre Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2020

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 December 2020.

Reference and administrative details

Registered charity name Hill House Christian Centre Limited

Charity registration number 1132733

Company registration number 06989797

Principal office and registered office Hill House Christian Centre
Otterhampton
Bridgwater
TA5 2PT
Somerset

The trustees

Mr M R Bashford	
Mr R A Clatworthy	
Mr J G Barnett	(Died 23 rd May 2020)
Mr P James	
Mr T M Linton	
Mr D I Wood	
Mr T S Sudlow	(Appointed 29 th July 2020)

Company secretary Mr D I Wood

Independent examiner Mr P Lomax
Tallford House
38 Walliscote Road
Weston-super-Mare
North Somerset
BS23 1LP

Hill House Christian Centre Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

Structure, governance and management

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Structure

The company was formed on 13th August 2009 with the express purpose to continue, with effect from 1st January 2010, the work of Bristol Christian Youth Trust. The Trust was set up on 29th June 1959 in order to further the holiday camp work that commenced in 1946 and formerly known as 'Bristol Boys and Girls Holiday Camp'.

In order to accommodate the purchase of Hill House, the Trust was rearranged and the name changed to 'Bristol Christian Youth Trust' in accordance with a supplemental Deed dated 14 September 1976.

With effect from 1 January 2010 the activities are carried out through Hill House Christian Centre Limited, a company limited by guarantee (company registration number 6989797). The company is also registered with the Charity Commission (charity registration number 1132733).

The trustees confirm that systems have been established to enable regular reports to be produced for review by the two managing trustees so that the major business and operational risks that the charity faces can be minimised.

The trustees consider nominations for new trustees giving due regard to any previous involvement they may have had with activities at Hill House and any particular skills that can be used for the benefit of the charity. Trustees are then recruited based on an assessment of skills and experience needed for the Board along with a requirement that they empathise with the vision of Hill House.

Staff

We are currently operating with four full time employees and one part time house-keeping staff member. Two of our housekeeping staff have retired - one in August 2020 and one in April 2021. The four full time staff are required to live on site as they undertake the day to day running of Hill House. Unfortunately, all of the staff with the exception of the Centre Manager were 'furloughed' in March 2020 due to the Coronavirus pandemic. They are not expected to return until October 2021.

All staff can refer to the two trustees who have been delegated authority for the management of the site.

Hill House Christian Centre Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

Objectives and activities

Objectives and aims

At the start of 2019, the trust has reviewed the mission vision and values of the organisation, confirming our commitment to provide a place that enables people to grow develop and connect with Jesus. Following on from this, the planned a rebranding process which was due to be released in 2020 has only been partly rolled out. The Company has a new logo, as do each of the sub-sections of the business - groups, camps and school residentials, but signage around the site and various stationary has still to be updated.

The aim of Hill House Christian Centre Limited remains to encourage the commitment of people's lives to the Lord Jesus Christ and spiritual development in individuals of all ages, families, churches and groups, through the provision of Hill House, its leisure facilities, camp field and grounds.

The Trustees continue to pay due regard to the Charity Commissions guidance on Public Benefit.

We intend to provide benefit to the public by: -

- providing a good ethical and moral code the following the teaching of Jesus Christ o providing opportunities for worship
- contributing to individual's spiritual well-being
- developing the spiritual and moral education of young people

The governing objectives of the Charity are as follows:-

- Hill House Christian Centre Limited and all its activities will be efficiently managed to the glory of God
- To operate Hill House as a Christian conference centre, available to churches, youth groups, families and schools, conferences and organisations
- To provide a summer youth holiday camp programme. The camp will have the aim of providing evangelism, Christian teaching and fellowship for young people
- To use the residential accommodation for the housing of a centre manager, maintenance and ground staff and general team members
- To treat with Christian care and concern all those employed and involved with Hill House
- To be part of the local neighbourhood and a Christian example to the community
- To continue the maintenance and improvement of Hill House's facilities, accommodation and grounds
- To consider ideas which would allow a greater fulfilment of the stated aims, but to also be compatible with and complimentary to existing activities

Hill House Christian Centre Limited

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

Objectives and activities *(continued)*

It is expected that visiting groups will subscribe to the Christian Basis of Faith, as published by the Evangelical Alliance (to which the charity belongs). The Charity, therefore, does not accept groups that are not seeking to promote and support the ideology, morality or lifestyle that is compatible with the Christian belief under the Equality Act 2010 Sch 23 or the Charities Act.

The company is committed to fulfilling its charitable purpose. This is "to further the Christian faith" and it is a requirement that all groups coming to Hill House Christian Centre will include Christian prayers and teaching in their programs on site. Most schools and other social groups will want to arrange such Christian input themselves. In other cases, the Trust is always willing and reserves the right to provide Christian content for inclusion in the group's program.

Achievements and performance

The Coronavirus pandemic has had a massive impact on the charity. Following government guidance and due to the nature of our residential and communal settings, the Centre was forced to close to all groups visiting at the announcement of 'lockdown 1.0' on 23rd March 2020. Only a small handful of groups visited Hill House in February and March 2020, thus providing a minimal income for the year. As of June 2021 we remain unable to open.

Our Summer Camps in the school holidays usually provide a fun holiday for young people in a safe Christian environment. However, the 2020 camps were also not allowed to run. This was only the second time in their history that Camps have not taken place. 2021 will mark the 75th Anniversary of our Summer Youth Camps, however the Trust have taken the decision to celebrate this milestone in 2022.

We have appreciated the gifts and donations from our supporters and the governments financial support throughout the year, in the form of grants and the furlough scheme, as we have relied heavily on these to retain staff and maintain the site through these very difficult and unprecedented months.

We eagerly await the governments lifting of all restrictions in 2021 so that we can welcome groups, camps and schools back to Hill House!

The Trust continues to review and create policies relevant to the operation of Hill House to give greater transparency to staff and stakeholders. The Trust has also agreed that all policies will be reviewed on a rolling three-year cycle.

Hill House Christian Centre Limited

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

Financial review

The accounts included with this report show the results for the year ended 31 December 2020 during which an operating loss of £87,200 arose (2019: loss of £45,607).

The Trustees consider that free unrestricted reserves should be maintained at a level sufficient to meet the immediate ongoing needs of Hill House. These are as follows: -

To manage the seasonality of its unrestricted income
To protect against unforeseen income and expenditure fluctuations
To provide working capital for the effective running of the organisation To enable Hill House to invest in unforeseen opportunities, should it choose to do so

At its financial year end, Hill House recognises that it has a responsibility to be holding sufficient cash to cover the following: -

Usual seasonal cash fluctuations of £30,000 (based on prior years trading knowledge, but reviewed annually) Unbudgeted fluctuations in income and / or expenditure, equivalent to a minimum of three months of resources, to be expended from the unrestricted funds at budgeted activity levels

It is based on the phased monthly cash flow budget for the coming financial year.

However, due to the uncertainty of not knowing when we will be allowed to restart trading, it is currently impossible to calculate the desired level of free unrestricted reserves. At 31 December 2019 it was £65,000, however cash reserves have been consumed faster than usual during the pandemic and £83,338 was spent. As at 31 December 2020 Cash at Bank and in Hand is £82,827 (2019: £166,166). The Trustees recognise that all these funds may be required to cover unbudgeted fluctuations in 2021.

Designated funds are set aside by the Trustees for special purposes - this includes expenditure of a capital nature for the enhancement of the facilities at Hill House. These funds remain unchanged to reflect the temporary hold placed on this type of spending during the pandemic. The balance carried forward is £35,000 (2019: £35,000).

The balance of General Unrestricted Funds of £254,767 (2019: £341,967) is represented by Fixed Assets of £208,154 (2019: £220,784) and Free Unrestricted Reserves of £46,613 (2019: £121,183).

The Fixed Asset Accounting Policy (Note 1 to the Financial Statements) explains the difficulties associated with including a meaningful figure in the accounts for the Fixed Assets held by the trustees. The Trustees have agreed from 1 January 2003 that any additions or enhancements costing more than £2,500 will be capitalised and carried in the Balance Sheet at historical cost less depreciation.

Hill House Christian Centre Limited

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

Plans for future periods

The Coronavirus pandemic resulted in the centre closing to guests on 23rd March 2020. Group and school residential bookings were cancelled and we are not anticipating opening again until government guidance allows. We are hoping that this may current 'lockdown' restrictions are lifted as we enter step 4 of the roadmap out of 'lockdown' in July 2021. However, guidance for our industry sector is still unclear. We also hope that staff will be able to return on 1st October 2021, when the governments furlough scheme ends. Whilst many groups have rebooked for 2022, we anticipate that our income for 2021 will again be minimal.

Last year's summer youth camps were also affected by the Coronavirus outbreak and we were forced to cancel them. The structure of the summer youth camps will continue to be reviewed annually and we are planning to run three of the five weeks of camp in 2021. However, this is still uncertain and government advice unclear.

School residentials were allowed to restart in their 'bubbles' during May 2021, but schools are hesitant to book a residential trip away. We are hoping that as we go into the next academic year in September, confidence and bookings will return. As Hill House staff return later in the year, we are hoping to develop the schools work to include more Day Trip programs, including Forest School and Team Building activities.

As some lockdown restrictions have been lifted, we have looked to generate income by hiring out our Annexe building on a B&B basis, offering it initially to workers at Hinkley Point. However, demand has not been very good. We also intend to offer the site to our supporters again for some basic camping during August. This proved very popular last year.

The Trust will continue to maintain the accommodation and grounds at Hill House in order that future groups will be able to enjoy the facilities. However, once we were forced to close, all future capital expenditure was ceased to preserve the charities bank reserves. The early capital expenditure in 2020 proceeded as Hill House had already committed to most of the budgeted works, including the new Fire Alarm system.

Subsidence issues to the Manor House dining and conference rooms have been monitored for the last 18 months. We are waiting for building and repair works to start. Costs will be met by our insurance company and the works are likely to take place in 2021.

We are still investigating the possibility of building an external undercover area for sports and activities.

We are continually looking for ways to engage and build relationships with the surrounding villages.

The trustees consider that the uncertainties relating to the future operations of the company represent a material uncertainty in relation to going concern as explained more fully in note 27 of the financial statements

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Hill House Christian Centre Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

The trustees' annual report was approved on 26/8/2021 and signed on behalf of the board of trustees by:



Mr R A Clatworthy
Trustee



Mr D I Wood
Charity Secretary

Hill House Christian Centre Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Hill House Christian Centre Limited

Year ended 31 December 2020

I report to the trustees on my examination of the financial statements of Hill House Christian Centre Limited ('the charity') for the year ended 31 December 2020.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements 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 charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

In the course of my examination, no matters have come to my attention other than that disclosed below which gives me reasonable cause to believe that in any material respect the requirements:

1. to keep accounting records in respect of the charity as required by section 386 of the 2006 Act; or
2. to prepare financial statements which accord with those records; or
3. to prepare financial statements which 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. to prepare the financial statements 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).

have not been met, or

5. to which, in my opinion attention should be drawn in order to enable a proper understanding of the accounts to be reached.

The matter that has come to my attention is that there is a material uncertainty around the charity's ability to continue as a going concern, due to the impact of the Covid-19 Pandemic. We draw attention to note 27 to the financial statements for further detail. These events and conditions, along with other matters explained in note 27, constitute a material uncertainty that may cast significant doubt on the company's ability to continue as a going concern.



Peter Lomax
Independent Examiner

Tallford House
38 Walliscote Road
Weston-super-Mare
North Somerset
BS23 1LP

8/9/21

Hill House Christian Centre Limited
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)
Year ended 31 December 2020

		2020		2019
		Unrestricted	Total funds	Total funds
	Note	funds £	£	£
Income and endowments				
Donations and legacies	5	66,448	66,448	9,502
Other trading activities	6	26,319	26,319	211,243
Investment income	7	624	624	824
Other income	8	204	204	200
Total income		<u>93,595</u>	<u>93,595</u>	<u>221,769</u>
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	9	179,124	179,124	265,591
Expenditure on charitable activities	10,11	1,671	1,671	1,785
Total expenditure		<u>180,795</u>	<u>180,795</u>	<u>267,376</u>
Net expenditure and net movement in funds		<u>(87,200)</u>	<u>(87,200)</u>	<u>(45,607)</u>
Reconciliation of funds				
Total funds brought forward		376,967	376,967	422,574
Total funds carried forward		<u>289,767</u>	<u>289,767</u>	<u>376,967</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 11 to 22 form part of these financial statements.

Hill House Christian Centre Limited

Company Limited by Guarantee

Statement of Financial Position

31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible fixed assets	17	208,154	220,784
Current assets			
Stocks	18	1,418	1,996
Debtors	19	10,589	10,909
Cash at bank and in hand		82,828	166,166
		<u>94,835</u>	<u>179,071</u>
Creditors: amounts falling due within one year	20	<u>13,222</u>	<u>22,888</u>
Net current assets		<u>81,613</u>	<u>156,183</u>
Total assets less current liabilities		<u>289,767</u>	<u>376,967</u>
Net assets		<u>289,767</u>	<u>376,967</u>
Funds of the charity			
Unrestricted funds		289,767	376,967
Total charity funds	24	<u>289,767</u>	<u>376,967</u>

For the year ending 31 December 2020 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

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

These financial statements were approved by the board of trustees and authorised for issue on 26.12.2020, and are signed on behalf of the board by:


Mr R A Clatworthy
Trustee

The notes on pages 11 to 22 form part of these financial statements.

Hill House Christian Centre Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 December 2020

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Hill House Christian Centre, Otterhampton, Bridgwater, TA5 2PT, Somerset.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Coronavirus

The unforeseen Coronavirus pandemic in 2020 has had a huge impact on the cash flow of the charity. Following government guidance and due to the nature of the residential and communal settings, the centre was forced to close on 23rd March 2020. Reserves have been used whilst the centre has been closed, and the centre has relied heavily on the support grants and schemes that have been available during the pandemic. The centre is expected to reopen in Q3 of 2021, when normal cash flow is expected to resume.

Hill House Christian Centre Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires the Trustees to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The judgements (apart from those involving estimations) that Trustees have made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements are as follows:

A bad debt provision is provided where the Trustees believe a debt to be irrecoverable.

A stock provision is provided where the Trustees consider the recoverability of stock is impaired due to age, obsolescence or damage.

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. The key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows:

Depreciation is based on the estimated useful life of the relevant asset.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Hill House Christian Centre Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted. Payments and deposits received in advance are deferred until the service is provided.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Hill House Christian Centre Limited

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Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

Tangible assets

The property at Hill House, a grade II Listed building, was acquired in a fire damaged condition and the renovations over the years have been carried out by a mixture of voluntary labour and professional contractors. In view of the considerable amount of voluntary labour and gift of materials as well as monetary gifts to enable the renovations and improvements to be made, the property and equipment have been included in the balance sheets up to 31 December 2002 at the nominal value of £1 but true cost is difficult to ascertain. Market value is also difficult to determine in view of the restricted use for the premises.

Building additions, improvements and enhancements subsequent to 1 January 2003 costing more than £2,500 are capitalised at historical cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	- 10 - 15 years straight line
improvements	
Equipment	- 3 - 10 years straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs.

The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Hill House Christian Centre Limited

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Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

Government grants *(continued)*

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Limited by guarantee

The company is limited by guarantee.

Hill House Christian Centre Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Donations				
Churches	1,350	1,350	769	769
Individuals	7,069	7,069	6,255	6,255
Others	1,475	1,475	2,478	2,478
Grants				
Government grant income	56,554	56,554	—	—
	<u>66,448</u>	<u>66,448</u>	<u>9,502</u>	<u>9,502</u>

6. Other trading activities

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Use of facilities at Hill House	<u>26,319</u>	<u>26,319</u>	<u>211,243</u>	<u>211,243</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Deposit account interest	<u>624</u>	<u>624</u>	<u>824</u>	<u>824</u>

8. Other income

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Wayleave Western Power	46	46	45	45
Credit card cash back	158	158	155	155
	<u>204</u>	<u>204</u>	<u>200</u>	<u>200</u>

Hill House Christian Centre Limited

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Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

9. Costs of other trading activities

	Unrestricted Funds	Total Funds 2020	Unrestricted Funds	Total Funds 2019
	£	£	£	£
Direct costs	2,470	2,470	42,602	42,602
Wages and salaries	65,659	65,659	74,782	74,782
Employer's NIC	259	259	—	—
Pension costs	3,115	3,115	2,196	2,196
Rates & water	5,865	5,865	6,761	6,761
Light & heat	15,481	15,481	21,750	21,750
Repairs & maintenance	22,050	22,050	41,157	41,157
Insurance	8,583	8,583	8,694	8,694
Motor vehicle expenses	1,271	1,271	1,658	1,658
Office and telephone	9,862	9,862	13,154	13,154
Depreciation	38,040	38,040	38,164	38,164
Ground maintenance	1,904	1,904	7,198	7,198
Septic tank & waste removal	1,824	1,824	3,401	3,401
Cleaning	918	918	2,328	2,328
Advertising	939	939	964	964
Subscriptions	884	884	782	782
	<u>179,124</u>	<u>179,124</u>	<u>265,591</u>	<u>265,591</u>

10. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2020	Unrestricted Funds	Total Funds 2019
	£	£	£	£
Support costs	<u>1,671</u>	<u>1,671</u>	<u>1,785</u>	<u>1,785</u>

11. Expenditure on charitable activities by activity type

	Support costs	Total funds 2020	Total fund 2019
	£	£	£
Governance costs	<u>1,671</u>	<u>1,671</u>	<u>1,785</u>

12. Analysis of support costs

	Independent examiners fee	Bank charges	Total 2020	Total 2019
	£	£	£	£
Governance costs	<u>1,010</u>	<u>661</u>	<u>1,671</u>	<u>1,785</u>

Hill House Christian Centre Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

13. Net expenditure

Net expenditure is stated after charging/(crediting):

	2020	2019
	£	£
Depreciation of tangible fixed assets	<u>38,040</u>	<u>38,164</u>

14. Independent examination fees

	2020	2019
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,010</u>	<u>870</u>

15. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2020	2019
	£	£
Wages and salaries	65,659	74,782
Social security costs	259	—
Employer contributions to pension plans	<u>3,115</u>	<u>2,196</u>
	<u>69,033</u>	<u>76,978</u>

The average head count of employees during the year was 7 (2019: 7). The average number of full-time equivalent employees during the year is analysed as follows:

	2020	2019
	No.	No.
Admin staff	<u>7</u>	<u>7</u>

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

16. Trustee remuneration and expenses

The Trustees were not paid any remuneration, benefits or expenses in the year (2019: £Nil).

Hill House Christian Centre Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

17. Tangible fixed assets

	Land and buildings £	Equipment £	Total £
Cost			
At 1 January 2020	412,513	89,430	501,943
Additions	23,312	2,098	25,410
At 31 December 2020	435,825	91,528	527,353
Depreciation			
At 1 January 2020	228,573	52,586	281,159
Charge for the year	28,401	9,639	38,040
At 31 December 2020	256,974	62,225	319,199
Carrying amount			
At 31 December 2020	178,851	29,303	208,154
At 31 December 2019	183,940	36,844	220,784

18. Stocks

	2020 £	2019 £
Finished goods and goods for resale	1,418	1,996

19. Debtors

	2020 £	2019 £
Trade debtors	—	2,079
Prepayments and accrued income	7,356	8,830
Other debtors	3,233	—
	10,589	10,909

20. Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	2,268	3,670
Accruals and deferred income	9,415	10,274
Social security and other taxes	661	7,755
Pension	530	425
Other creditors	348	764
	13,222	22,888

Hill House Christian Centre Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

21. Deferred income

	2020 £	2019 £
Amount deferred in year	<u>8,775</u>	<u>—</u>

22. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £3,115 (2019: £2,196).

23. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2020 £	2019 £
Recognised in income from donations and legacies:		
Government grants income	<u>56,554</u>	<u>—</u>

24. Analysis of charitable funds

Unrestricted funds

	At 1 January 20 20 £	Income £	Expenditure £	Transfers £	At 31 December r 2020 £
General funds	341,967	93,595	(180,795)	—	<u>254,767</u>
Designated Fund - Future capital expenditure	<u>35,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>35,000</u>
	<u>376,967</u>	<u>93,595</u>	<u>(180,795)</u>	<u>—</u>	<u>289,767</u>

	At 1 January 20 19 £	Income £	Expenditure £	Transfers £	At 31 December r 2019 £
General funds	372,574	221,769	(267,376)	15,000	341,967
Designated Fund - Future capital expenditure	<u>50,000</u>	<u>—</u>	<u>—</u>	<u>(15,000)</u>	<u>35,000</u>
	<u>422,574</u>	<u>221,769</u>	<u>(267,376)</u>	<u>—</u>	<u>376,967</u>

The Trustees have set aside some of the Unrestricted Funds for future capital investment. To maintain and enhance the buildings, grounds and equipment of Hill House Christian Centre.

Hill House Christian Centre Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

25. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	208,154	208,154
Current assets	94,835	94,835
Creditors less than 1 year	(13,222)	(13,222)
Net assets	289,767	289,767

	Unrestricted Funds £	Total Funds 2019 £
Tangible fixed assets	220,784	220,784
Current assets	179,071	179,071
Creditors less than 1 year	(22,888)	(22,888)
Net assets	376,967	376,967

26. Related parties

There have been no related party transaction in the reporting period that require disclosure.

27. Going Concern

The Board of Trustees (Company Directors) recognise the significant headwinds that have been encountered by the business during the past year. This has resulted in a material reduction in reserves held within the company, which has continued since the year end. Robust actions have been taken during this time and more are needed to keep the company in a position that will allow us to come out of this situation in a position to thrive into the future. Actions that have been agreed are;

- A requirement to push forward with expanding our income streams. This will include offering new services such as:
 - Experience days where the site is made available for customers on a daily basis at an agreed rate, thus eliminating the residential stay issues (eg; during a worldwide pandemic)
 - Working with groups during school holidays for Day Events and reviewing what we can offer them
 - Providing opportunities for the home-schooled network of children to take part in offerings
- Reminding our customer and supporter base that we are still open for business by:
 - Actively pursuing our existing church contacts
 - Advertising on social media for new groups

Hill House Christian Centre Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

- Staffing:
 - Reduce surplus staffing costs by:
 - Redundancy where required
 - Reducing hours for existing staff
- Capital & Revenue Expenditure:
 - All discretionary spend has been stopped

As a result of this, the trustees believe that it remains appropriate to prepare the financial statements on a going concern basis, however, the trustees believe that the uncertainty in the outcome of the above actions, along with the possibility that further restrictions may be imposed on the company's operations by future developments in the Covid pandemic, represent a material uncertainty in the company's ability to continue as a going concern, and, therefore, to continue realising its assets and discharging its liabilities in the normal course of business. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate.