

REGISTERED COMPANY NUMBER: 07512291 (England and Wales)
REGISTERED CHARITY NUMBER: 1142535

Report of the Trustees and
Financial Statements for the Year Ended 31 July 2021
for
Northdale Horticulture Limited
(A company limited by guarantee)

King Hope
Chartered Accountants
34 Romanby Road
Northallerton
North Yorkshire
DL7 8NF

Northdale Horticulture Limited
(A company limited by guarantee)

Contents of the Financial Statements
for the Year Ended 31 July 2021

	Page
Report of the Trustees	1 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9 to 10
Cash Flow Statement	11
Notes to the Financial Statements	12 to 28

Northdale Horticulture Limited
(A company limited by guarantee) (Registered number: 07512291)

Report of the Trustees
for the Year Ended 31 July 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 July 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

Objectives and aims

The objects set out in the Memorandum and Articles of Association are to provide training and work in horticulture and allied skills and crafts for vulnerable adults by establishing special services at a centre in Hambleton which covers the needs of both Hambleton and Richmondshire.

The aim of the charity is:

- to provide work-based activities, training and work experience for vulnerable adults including those with a mental health problem and/or people with a learning disability.
- to enable and empower all vulnerable adults and adults with a learning disability to achieve their full potential.
- to encourage and promote public awareness of the positive contribution and potential of vulnerable adults and people with a learning disability.
- to enlist the support of the general public through publicity and fundraising.
- to recruit, train and support volunteers to support the on-going work of the charity thereby improving lives, developing confidence and increasing opportunities for all.

Significant activities

To advance the charity's stated objects, the charity has developed a range of work-based activities which are appropriate to the involvement of vulnerable adults. In addition to the provision of work-activities and to progress the wider advancement of opportunities for vulnerable adults, the charity has identified a number of shared values with which to progress the work of the charity.

The main activity of the centre in Hambleton is the operation of a garden nursery and ancillary workshops which generate enterprise activities and goods for sale through the onsite shop and nursery.

Public benefit

When planning the activities of the charity and its future development the Trustees have considered the commissions guidance on public benefit and this they aim to do through:

- expansion of the service to the benefit of current and future beneficiaries.
- integration of the service into the local community.

Social investments

The charity continues to invest in its employees. It ensures that every person is treated fairly within the framework of equal opportunities. The charity does not tolerate sexual, racial, physical or mental harassment of people in the workplace.

Volunteers and employees

Our network of volunteers and employees continues to work enthusiastically to pursue the charity's purpose and goals. Currently there are 16 volunteers who work actively with the beneficiaries to enhance their work place experience and they make a vital contribution towards all our achievements.

Report of the Trustees
for the Year Ended 31 July 2021

STRATEGIC REPORT

Achievement and performance

Charitable activities

During the year the charity has continued to provide and develop the facilities at Northdale.

In response to the global Covid-19 pandemic, Northdale was obliged to close its doors to clients, staff and customers.

As a horticultural enterprise the pandemic could not have come at a worse time, the tunnels being full of young plants and our main selling season being just a couple of weeks away. For the clients the pandemic might also mean many weeks at home with very limited social contact outside the home. In response to this situation the charity rapidly developed a series of working solutions such as online ordering of plants and home deliveries. The charity ended up delivering over 500 plant orders.

Whilst the clients were safely sheltering at home the charity began adapting the workspaces to better support the client's safe return when conditions would allow. During this time the charity installed rest areas in six work rooms and subdivided the former canteen into two additional work spaces. Thankfully the charity was able to resume a limited face to face service for no more than nine clients from November 2020 and then gradually reopen the service to all clients from the Spring.

Northdale Day Services

Having had to close the day service for face-to-face activities in March 2020, the charity quickly developed a program of home working activities. The charity delivered boxes and packs to clients on a two weekly cycle and undertook regular zoom sessions and telephone calls. The service eventually reopened in November 2020, initially just for nine clients out of a possible 70 for face to face services. Unfortunately, the service had to close for face-to-face activities once again in the January 2021 before being able to resume in-person services in March 2021. Throughout the rest of 2021 the service has gradually been able to return to something like pre pandemic levels of client occupancy.

Breathing Space

Breathing Space, Northdale's out of hours leisure service for vulnerable adults continued to offer social and leisure trips to vulnerable young people, undertaking further education within the Personal Learning College (PLC). The young people attending The Hub, aged 19-25, plan their own trips and activities, with Breathing Space facilitating the associated venue/activity bookings, transport and care needs.

Breathing Space secured funding from the National Lottery Community Fund to support the Breathing Space project for the next five years. The funding will support the development of a one-to-one volunteer support service called Gig Buddies. Gig Buddies matches vulnerable individuals with volunteers with similar interest and then helps to facilitate trips to events and concerts. The hope is that vulnerable individuals can better explore their passions and interests, rather than being limited to organised group activities. The funding will also help support core Breathing Space activities and fund the development of support activities within local venues.

Throughout the various lockdowns, the Breathing Space service offered its members access to virtual social activities via zoom and sent home activity packs. With the gradual easing of social restrictions, the service resumed a limited program of face-to-face activities in 2021.

The PLC

In addition to adult day activities Northdale continues to work in partnership to host the Northallerton Personalised Learning College (PLC). The college supports 20+ young people with profound and multiple learning disabilities, with adult learning services providing teaching staff and Northdale the required teaching space and teaching support staff. Because the PLC is an education provision the service has been required to stay open throughout the pandemic. The majority of students undertook distance learning activities with just a small number attending for face-to-face services.

Northdale Horticulture Limited
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Report of the Trustees
for the Year Ended 31 July 2021

The Skill Mill

In the September of 2020, Northdale trustees took the difficult decision to close the Skill Mill mental health service. Unfortunately, it had proven to be extremely difficult to attract new referrals to the service with the result that the service has consistently operated at a loss for the last two years. The staff working within the Skill Mill service have been redeployed to other duties within the Northdale service.

The Walking Group

The popular walking group (set up with a £5,000 donation in 2018 from the Inman charity) was reinstated towards the end of 2020/21 having been suspended as a result of the Covid pandemic. The walking group now supports individual work group bubbles and supports one walk a month.

Anne Baker Bursary Fund

Throughout the pandemic, it has proven impossible to fund raise for the Anne Baker Bursary fund, but as restrictions ease it is hoped that the charity can once again begin the important work of raising and distributing funds to vulnerable adults within our community.

In conclusion, 2020/21 was indeed an extra-ordinary year and it would be remiss at this point not to mention the flexibility and adaptability of the charity's clients, staff and volunteers who constantly adapted to a very fast-moving situation with good grace and determination. Northdale would also like to thank our key public sector partners, most noticeably North Yorkshire County Council and Hambleton District Council for their commitment to the voluntary sector and their ongoing organisational and financial support throughout this difficult time.

Site Developments

Whilst the service supported clients at a distance a great deal of work was undertaken to make the charity's premises Covid secure. The service was re-imagined as a series of work bubbles with each group supported in their own Covid secure space. To achieve this outcome the charity provided each work area with access to their own rest area and dedicated toilet. This required the creation of six additional kitchen spaces and the installation of three new toilets. The charity also subdivided its former canteen into two new workrooms, converted a former garage into a heated workshop and carried out a refurbishment of the charity's office into a series of individual work booths.

The trustees consider that the activities undertaken during the year meet the objectives of the charity.

Financial review

Financial position

The Trustees note that this financial year has generated a surplus of £64,846 and as a result, the charity's unrestricted and restricted funds at the 31 July 2021 stood at £666,815 and £28,986 respectively.

The principal funding source continues to be contractual payments received for the provision of day and further education services for vulnerable young adults. Also contributing to the funds is the income generated from work-based activities. Despite the global pandemic the charity has continued to be supported by NYCC and other COVID-19 specific grant funds.

The key financial performance indicator for the charity is the SOFA. Surplus' made continue to be used to reinvest in future developments within the charity.

Northdale Horticulture Limited
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Report of the Trustees
for the Year Ended 31 July 2021

STRATEGIC REPORT

Financial review

Reserves policy

The balance held in funds at 31 July 2021 is £695,801 of which £28,986 is for restricted purposes and is £286,766 held within designated funds. The designated funds were established by the trustees to represent fixed assets funded by restricted grants. Each year transfers taking place to the unrestricted fund in line with the depreciation policy of the assets to which they relate.

After making allowance for the restricted, designated funds, and functional assets, the charity has unrestricted funds of £263,333 (2020 - £208,010).

The trustees have considered the charity's requirement for reserves in light of the main risks to the organisation. Its aim previously was to have unrestricted funds not committed or invested in tangible fixed assets which equated to approximately three months of unrestricted expenditure. In light of the expansion of the charity and uncertainties arising from the global pandemic, the trustees have taken the decision to increase this to six months. At this level, the working capital needs of the charity would be met in the event of a significant drop in funds.

The target level continues to be maintained and the trustees aim to further build reserves through planned operating surplus as they accept that as the service grows, reserves required to maintain this level will increase.

A summary of the financial results is shown on page 8.

Principal risks and uncertainties

There are many risks facing the charity, and the trustees meet regularly to risk assess the potential challenges throughout the year. We record these on our risk register and create mitigating strategies and action plans to minimise the potential impacts.

One of the major risks facing the charity is a decline in funding following any changes to government policy, with a large proportion of income received coming from the public sector. Following the change in individual funding, the risks faced by the charity in this respect are being mitigated by a progression to individualised payments.

The board are also aware of their susceptibility to reputational risk which may then impact the financial performance of the charity.

We acknowledge the risk that Covid-19 continues to impose to our business and have prepared scenarios that evidence that the charity has sufficient liquidity and headroom to deal with business interruption.

Financial and risk management objectives and policies

The charity also has to address the many financial risks associated with business. These it seeks to do by running a strong balance sheet and being prudent as to its budget expectations, including looking at the impact of restrictions on numbers.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Northdale is a registered charity and constitutes a limited company, limited by guarantee and is governed by its Memorandum and Articles of Association dated 31 January 2011, as amended 19 May 2011. Post year end, the Articles of Association have been amended and these were adopted on 23 September 2021.

Governing Body

The charity is governed by the trustees and all trustees are required to be directors of the Company. The trustees must number between 5 and 15. Presently there are 7 trustees as detailed on page 5. The trustees continue to deploy a wide range of skills and experience essential to good governance and the strategic development of the charity.

Northdale Horticulture Limited
(A company limited by guarantee) (Registered number: 07512291)

Report of the Trustees
for the Year Ended 31 July 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

Trustees are recruited by invitation and then proposed for election at the Annual General Meeting. To prepare trustees for their role an induction pack is provided, and a programme tailored to their knowledge and expertise. This includes a full tour of the facilities and meetings with management. Annually one third of the trustees retire, they may then be re-elected but may not normally serve beyond 15 consecutive terms.

Organisational management

The significant role of the trustees is to determine the general policy of the charity and meet every 8 weeks. The Northdale board of trustees accept responsibility of the charity by ensuring that the charity is solvent, well run and act within the charity's stated objects. The primary focus for a Northdale trustee is to guide and direct the strategic direction of the charity. To ensure that the duties of the board of trustees are executed efficiently, the Northdale board of trustees elect three officers: Chair, Vice-Chair and Treasurer. The trustees delegate the day to day management of Northdale to the Centre Manager and his team.

Due to the growing complexity of employment, and Health and Safety law, the charity's trustees have decided to adopt the services of a company called Citation. Citation provides a range of HR and Health and Safety services and provides the charity with comprehensive support and legal advice for a monthly fee.

Key management remuneration

The remuneration of key management personnel is set by the trustees. The policy objective is to provide appropriate incentives to encourage enhanced performance, and to reward key personnel fairly and responsibly for their individual contributions to the charity's success. The remuneration policy is reviewed annually and considers pay and conditions in similar organisations and industry-wide to ensure the charity remains sensitive of broader employment conditions elsewhere.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07512291 (England and Wales)

Registered Charity number

1142535

Registered office

Yafforth Road
Northallerton
North Yorkshire
DL7 0LQ

Trustees

C Wilkie
S Towers
P Norwood
Mrs A Alder
Mrs H M Miers
Mrs C L Turner (appointed 1.11.20)
D W Hoggett (appointed 1.11.20)

Company Secretary

Mrs K Whitten

Northdale Horticulture Limited
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Report of the Trustees
for the Year Ended 31 July 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Sarah Anderson
ICAEW
King Hope
Chartered Accountants
34 Romanby Road
Northallerton
North Yorkshire
DL7 8NF

Centre Manager

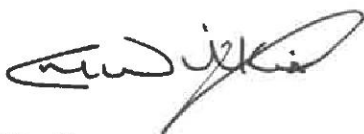
S Cross

Bankers

Virgin Money Plc
35 High Row
Darlington
DL3 7QT

CAF Bank Ltd
25 Kings Hill Avenue
Kings West Malling
Kent
ME19 4JQ

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 19 May 2022 and signed on the board's behalf by:



C Wilkie - Trustee

Independent Examiner's Report to the Trustees of
Northdale Horticulture Limited
(A company limited by guarantee) (Registered number: 07512291)

Independent examiner's report to the trustees of Northdale Horticulture Limited (A company limited by guarantee) ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 July 2021.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your 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.

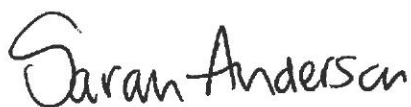
Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ICAEW which is one of the listed bodies.

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

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.



Sarah Anderson
ICAEW
King Hope
Chartered Accountants
34 Romanby Road
Northallerton
North Yorkshire
DL7 8NF

19 May 2022

Northdale Horticulture Limited
(A company limited by guarantee)

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 July 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	8,252	60,220	68,472	32,126
Charitable activities	6				
Sale of goods and services		51,252	-	51,252	60,290
Contractual		635,035	-	635,035	590,961
Letting of non investment property		2,279	-	2,279	2,000
Ancillary		6,306	-	6,306	5,513
Other trading activities	4	-	-	-	7,927
Investment income	5	258	-	258	270
Other income	7	92,384	-	92,384	138,098
Total		795,766	60,220	855,986	837,185
EXPENDITURE ON					
Raising funds	8	12,607	-	12,607	13,026
Charitable activities	9				
Sale of goods and services		185,640	-	185,640	185,056
Contractual		589,519	3,301	592,820	529,794
Ancillary		73	-	73	774
Total		787,839	3,301	791,140	728,650
NET INCOME		7,927	56,919	64,846	108,535
Transfers between funds	24	59,358	(59,358)	-	-
Net movement in funds		67,285	(2,439)	64,846	108,535
RECONCILIATION OF FUNDS					
Total funds brought forward		599,530	31,425	630,955	522,420
TOTAL FUNDS CARRIED FORWARD		666,815	28,986	695,801	630,955

The notes form part of these financial statements

Northdale Horticulture Limited
(A company limited by guarantee) (Registered number: 07512291)

Balance Sheet
31 July 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Intangible assets	15	3,548	-	3,548	-
Tangible assets	16	399,934	-	399,934	391,520
		<u>403,482</u>	<u>-</u>	<u>403,482</u>	<u>391,520</u>
CURRENT ASSETS					
Stocks	17	16,570	-	16,570	20,852
Debtors	18	28,578	-	28,578	79,371
Cash at bank and in hand		320,043	35,621	355,664	217,592
		<u>365,191</u>	<u>35,621</u>	<u>400,812</u>	<u>317,815</u>
CREDITORS					
Amounts falling due within one year	19	(59,358)	(6,635)	(65,993)	(53,930)
		<u>305,833</u>	<u>28,986</u>	<u>334,819</u>	<u>263,885</u>
NET CURRENT ASSETS					
		<u>305,833</u>	<u>28,986</u>	<u>334,819</u>	<u>263,885</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>709,315</u>	<u>28,986</u>	<u>738,301</u>	<u>655,405</u>
CREDITORS					
Amounts falling due after more than one year	20	(42,500)	-	(42,500)	-
PROVISIONS FOR LIABILITIES	23	-	-	-	(24,450)
		<u>666,815</u>	<u>28,986</u>	<u>695,801</u>	<u>630,955</u>
NET ASSETS		<u>666,815</u>	<u>28,986</u>	<u>695,801</u>	<u>630,955</u>
FUNDS	24				
Unrestricted funds				666,815	599,530
Restricted funds				28,986	31,425
TOTAL FUNDS				<u>695,801</u>	<u>630,955</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2021 in accordance with Section 476 of the Companies Act 2006.

The notes form part of these financial statements

Northdale Horticulture Limited
(A company limited by guarantee) (Registered number: 07512291)

Balance Sheet - continued
31 July 2021

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The financial statements were approved by the Board of Trustees and authorised for issue on 19 May 2022 and were signed on its behalf by:

A handwritten signature in black ink, appearing to read 'C Wilkie', written over a horizontal line.

C Wilkie - Trustee

Northdale Horticulture Limited
(A company limited by guarantee)

Cash Flow Statement
for the Year Ended 31 July 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	27	132,307	159,411
Interest paid		(79)	-
Net cash provided by operating activities		<u>132,228</u>	<u>159,411</u>
Cash flows from investing activities			
Purchase of intangible fixed assets		(3,735)	-
Purchase of tangible fixed assets		(41,012)	(79,106)
Sale of tangible fixed assets		333	-
Interest received		258	270
Net cash used in investing activities		<u>(44,156)</u>	<u>(78,836)</u>
Cash flows from financing activities			
New loans in year		50,000	-
Net cash provided by financing activities		<u>50,000</u>	<u>-</u>
Change in cash and cash equivalents in the reporting period		<u>138,072</u>	<u>80,575</u>
Cash and cash equivalents at the beginning of the reporting period		<u>217,592</u>	<u>137,017</u>
Cash and cash equivalents at the end of the reporting period		<u><u>355,664</u></u>	<u><u>217,592</u></u>

The notes form part of these financial statements

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements
for the Year Ended 31 July 2021

1. STATUTORY INFORMATION

Northdale Horticulture Limited is a charitable company registered in England & Wales. The company is limited by guarantee without share capital. The company's registered details can be found on page 5.

2. 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.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The principle accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

The company is partially exempt for VAT purposes and calculations are performed quarterly, the irrecoverable VAT is included in the Statement of Financial Activities.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

The following specific policies are applied to particular categories of income:

Voluntary Income is received by donations and grants and is included in full in the Statement of Financial Activities when receivable.

Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance and is included in charitable activities. Where a grant has been made but also has attached a time constraint, then the recognition of the income follows the respective time constraint.

Charitable trading activity generates incoming resources which are accounted for when earned.

Contractual income includes provider invoice income, hub provision and self funding income and are recognised in the Statement of Financial Activities when the rights to it are earned.

Investment income is included when receivable.

Expenditure

Expenditure is recognised once there is 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 classed by activity. The costs of each activity are made up of the total direct costs and 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 of activity levels consistent with the use of the resource.

Cost of generating funds comprises costs associated with attracting voluntary income where actually applicable.

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

2. ACCOUNTING POLICIES - continued

Expenditure

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries.

Governance costs includes those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examiners fees and costs linked to the strategic management of the charity.

Significant judgements and estimates

The critical judgements that the directors have made in the process of applying the company's accounting policies that have the most significant effect of the amounts recognised in the statutory financial statements are discussed below.

(i) Assessing indicators of impairment

In assessing whether there have been any indicators of impairment assets, the directors have considered both the external and internal sources. There have been no indicators of impairment during the current financial year.

The key assumptions concerning the future, and other key sources of estimation uncertainty, that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(i) Determining useful economic lives of property, plant & equipment and intangibles

The company depreciates tangible assets over their estimated useful lives. The estimation of useful lives of assets is based on historic performance as well as expectations about future use and therefore requires estimates and assumptions applied by management. The actual lives of these assets can vary depending on a variety of factors, including technological innovation, product life cycles and maintenance.

Government grants

Government grants relate to:

- i) Income accrued under the Coronavirus Job Retention Scheme recognised over the period for which the employee is furloughed.
- ii) Interest paid by the government on the Bounce Back loan advanced in the year.

Intangible assets

Intangible assets relates to the purchase of a franchise for Gig Buddies and design costs of new logos which are amortised on a straight line basis over the 5 year term of the project.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% - 15% on reducing balance
Biomass boiler	- 5% on cost
Gardening & outside equipment	- 25% on reducing balance
Office, shop furnishings and general equipment	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Woodwork tools	- 25% on reducing balance

Stocks

Stocks are valued the lower of cost and estimated selling price less costs to sell.

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

2. ACCOUNTING POLICIES - continued

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees. Within unrestricted funds, the charity may designate certain funds for specific purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for a particular restricted purpose.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Provisions for liabilities

Liabilities where the amount due is as a result of a constructive obligation are included as provisions for liabilities and charges where it is probable that settlement will be required and the amount can be reasonably quantified.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

3. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations	8,999	20,276
Grants	59,473	11,850
	<u>68,472</u>	<u>32,126</u>

Included in donations is £747 (2020: £3,671) for restricted purposes. Grants received of £59,473 (2020: £11,850) are for restricted purposes.

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

4. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Fundraising events	-	7,927
	<u>-</u>	<u>7,927</u>

5. INVESTMENT INCOME

	2021	2020
	£	£
Deposit account interest	258	270
	<u>258</u>	<u>270</u>

6. INCOME FROM CHARITABLE ACTIVITIES

	Sale of goods and services £	Contractual £	Letting of non investment property £
Provider invoice income	-	289,075	-
Hub provision	-	325,210	-
Self funding	-	20,750	-
Garden nursery sales, contracting and workshop sales	51,252	-	-
Renewable heat incentive	-	-	-
Income received for provision of work placements for occupational therapy students	-	-	-
Room and facility hire	-	-	2,279
Sundry income	-	-	-
	<u>51,252</u>	<u>635,035</u>	<u>2,279</u>
	Ancillary £	2021 Total activities £	2020 Total activities £
Provider invoice income	-	289,075	280,486
Hub provision	-	325,210	276,893
Self funding	-	20,750	33,582
Garden nursery sales, contracting and workshop sales	-	51,252	60,290
Renewable heat incentive	6,030	6,030	5,266
Income received for provision of work placements for occupational therapy students	-	-	145
Room and facility hire	-	2,279	2,000
Sundry income	276	276	102
	<u>6,306</u>	<u>694,872</u>	<u>658,764</u>

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

7. OTHER INCOME

	2021	2020
	£	£
Minibus hire income	(3,871)	6,129
Government grants	96,255	57,323
Transfer of assets from unincorporated charity	-	74,646
	<u>92,384</u>	<u>138,098</u>

In the first few months of the prior financial year Northdale amalgamated with another local charity "Breathing Space". The remaining assets of Breathing Space were transferred on to Northdale's balance sheet at the date of amalgamation. The amount recognised in other income reflected the fair value of the remaining assets transferred.

8. RAISING FUNDS

Raising donations and legacies

	2021	2020
	£	£
Staff costs	12,587	11,925
Fundraising costs	20	1,101
	<u>12,607</u>	<u>13,026</u>

9. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 10) £	Support costs (see note 11) £	Totals £
Sale of goods and services	146,094	39,546	185,640
Contractual	519,544	73,276	592,820
Ancillary	73	-	73
	<u>665,711</u>	<u>112,822</u>	<u>778,533</u>

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

10. DIRECT COSTS OF CHARITABLE ACTIVITIES

	Sale of goods and services £	Contractual £	Ancilliary £	2021 Total activities £	2020 Total activities £
Staff costs	104,597	383,013	-	487,610	431,730
Other operating leases	630	1,261	-	1,891	2,260
Volunteer allowance	481	1,443	-	1,924	6,673
Garden nursery and workshop purchases	9,381	28,146	-	37,527	36,232
Rates and water	166	497	-	663	2,020
Insurance	1,365	4,094	-	5,459	6,125
Light and heat	3,333	10,738	-	14,071	12,666
Postage, stationery, marketing etc.	929	2,995	-	3,924	3,935
Telephone	1,001	3,227	-	4,228	3,147
Motor expenses	1,491	13,416	-	14,907	16,102
Sundries	782	2,936	-	3,718	4,654
Refreshments	235	703	-	938	1,144
Repairs	5,109	15,333	-	20,442	20,568
Bookkeeping services	2,549	8,218	-	10,767	6,431
Training	73	147	73	293	3,098
Excursions	-	627	-	627	4,303
Room hire	-	723	-	723	2,230
Adjustment for irrecoverable VAT	5,887	17,660	-	23,547	4,543
Depreciation & Amortisation	7,747	23,351	-	31,098	35,135
Loss on sale of assets	338	1,016	-	1,354	-
	<u>146,094</u>	<u>519,544</u>	<u>73</u>	<u>665,711</u>	<u>602,996</u>

Included within contractual direct costs are the following expenses which relate to restricted fund activities:

	2021 £	2020 £
Staff Costs	1,402	1,464
Garden nursery and workshop purchases	1,572	-
Postage, stationery, marketing etc.	207	-
Motor expenses	59	-
Sundries	61	-
	<u>3,301</u>	<u>1,464</u>

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

11. SUPPORT COSTS

	Sale of goods and services £	Contractual £
Staff costs	35,647	55,917
Other operating leases	53	158
Light and heat	185	555
Postage, stationery, marketing etc.	52	155
Telephone	56	167
Bank charges & Interest	575	1,726
Sundries	172	517
Professional fees inc HR and payroll	2,664	7,993
Bookkeeping services	142	425
Accountancy fees	-	-
Independent Examiners fee	-	-
	<u>39,546</u>	<u>67,613</u>

	Contractual (governance) £	2021 Total activities £	2020 Total activities £
Staff costs	1,573	93,137	96,836
Other operating leases	-	211	251
Light and heat	-	740	667
Postage, stationery, marketing etc.	-	207	207
Telephone	-	223	166
Bank charges & Interest	-	2,301	1,353
Sundries	-	689	470
Professional fees inc HR and payroll	-	10,657	7,980
Bookkeeping services	-	567	338
Accountancy fees	3,315	3,315	3,610
Independent Examiners fee	775	775	750
	<u>5,663</u>	<u>112,822</u>	<u>112,628</u>

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

12. NET INCOME/(EXPENDITURE)

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

	2021	2020
	£	£
Depreciation - owned assets	30,911	35,135
Other operating leases	2,101	2,511
Deficit on disposal of fixed assets	1,354	-
Branding and Franchises amortisation	187	-
	<u>54,553</u>	<u>37,646</u>

13. TRUSTEES' REMUNERATION AND BENEFITS

No remuneration or benefits were paid to any of the Trustees

Trustees' expenses

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

14. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	554,869	505,079
Social security costs	29,348	27,210
Other pension costs	9,117	8,203
	<u>593,334</u>	<u>540,492</u>

The average monthly number of employees during the year was as follows:

	2021	2020
Centre manager	1	1
Centre and support staff	44	43
	<u>45</u>	<u>44</u>

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

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

15. INTANGIBLE FIXED ASSETS

	Branding and Franchises £
COST	
Additions	3,735
AMORTISATION	
Charge for year	187
NET BOOK VALUE	
At 31 July 2021	3,548
At 31 July 2020	-

16. TANGIBLE FIXED ASSETS

	Freehold property £	Biomass boiler £	Gardening & outside equipment £
COST			
At 1 August 2020	368,029	26,926	16,531
Additions	34,279	-	1,647
Disposals	-	-	-
At 31 July 2021	402,308	26,926	18,178
DEPRECIATION			
At 1 August 2020	63,642	8,077	9,284
Charge for year	11,233	1,346	2,224
Eliminated on disposal	-	-	(1,313)
At 31 July 2021	74,875	9,423	10,195
NET BOOK VALUE			
At 31 July 2021	327,433	17,503	7,983
At 31 July 2020	304,387	18,849	7,247

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

16. TANGIBLE FIXED ASSETS - continued

	Office, shop furnishings and general equipment £	Motor vehicles £	Woodwork tools £	Totals £
COST				
At 1 August 2020	64,117	70,353	6,565	552,521
Additions	5,086	-	-	41,012
Disposals	-	(3,000)	-	(3,000)
At 31 July 2021	69,203	67,353	6,565	590,533
DEPRECIATION				
At 1 August 2020	43,697	31,034	5,267	161,001
Charge for year	6,376	9,408	324	30,911
Eliminated on disposal	-	-	-	(1,313)
At 31 July 2021	50,073	40,442	5,591	190,599
NET BOOK VALUE				
At 31 July 2021	19,130	26,911	974	399,934
At 31 July 2020	20,420	39,319	1,298	391,520

Included in cost or valuation of land and buildings is freehold land of £83,050 (2020 - £83,050) which is not depreciated.

17. STOCKS

	2021 £	2020 £
Raw materials	931	1,378
Work-in-progress	270	644
Finished goods	14,999	18,457
Other stocks	370	373
	<u>16,570</u>	<u>20,852</u>

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

18. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	4,058	43,421
Other debtors	1,822	12,062
Prepayments and accrued income	<u>22,698</u>	<u>23,888</u>
	<u>28,578</u>	<u>79,371</u>

19. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Bank loans and overdrafts (see note 21)	7,500	-
Trade creditors	3,361	4,881
Social security and other taxes	17,009	18,516
Other creditors	2,236	2,327
Receipts in advance	6,635	-
Accrued expenses	<u>29,252</u>	<u>28,206</u>
	<u>65,993</u>	<u>53,930</u>

20. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021	2020
	£	£
Bank loans (see note 21)	<u>42,500</u>	<u>-</u>

21. LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due within one year on demand:		
Bounce back loan	<u>7,500</u>	<u>-</u>
Amounts falling between one and two years:		
Bounce back loan	<u>10,000</u>	<u>-</u>
Amounts falling due between two and five years:		
Bounce back loan	<u>30,000</u>	<u>-</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bounce back loan	<u>2,500</u>	<u>-</u>

Since the year end the charity has repaid the Bounce Back loan in full.

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

22. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021	2020
	£	£
Within one year	2,101	1,323
Between one and five years	5,914	5,292
	<u>8,015</u>	<u>6,615</u>

23. PROVISIONS FOR LIABILITIES

	2021	2020
	£	£
Provisions	-	24,450
	<u>-</u>	<u>24,450</u>
		Compensatory payments
		£
At 1 August 2020		24,450
Charge to statement of financial activity		(24,450)
		<u>-</u>
At 31 July 2021		<u>-</u>

A provision of £24,450 had been included for a potential reimbursement of a compensatory payment received 2019/20 but at the signing of the balance sheet the Trustees no longer envisage that this will be payable.

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

24. MOVEMENT IN FUNDS

	At 1.8.20 £	Net movement in funds £	Transfers between funds £	At 31.7.21 £
Unrestricted funds				
General fund	320,902	7,927	51,220	380,049
Designated Freehold Property fund	271,138	-	1,638	272,776
Designated Other Assets fund	7,490	-	6,500	13,990
	<hr/>	<hr/>	<hr/>	<hr/>
	599,530	7,927	59,358	666,815
Restricted funds				
Walking Group Fund	1,948	(1,402)	-	546
Anne Baker Bursary Fund	7,500	-	-	7,500
Gig Buddies Fund	6,650	4,601	(3,000)	8,251
Staying Safe Together Fund	9,700	-	(9,700)	-
Breathing Space	5,627	2,361	-	7,988
Infection Control	-	37,235	(37,235)	-
The National Lottery Community Fund	-	13,269	(8,568)	4,701
The Plastic Project	-	760	(760)	-
Covid 19 Restore & Recover Grant	-	994	(994)	-
Homework Boxes & Craft materials	-	(899)	899	-
	<hr/>	<hr/>	<hr/>	<hr/>
	31,425	56,919	(59,358)	28,986
TOTAL FUNDS	<hr/>	<hr/>	<hr/>	<hr/>
	630,955	64,846	-	695,801

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	795,766	(787,839)	7,927
Restricted funds			
Walking Group Fund	-	(1,402)	(1,402)
Gig Buddies Fund	4,601	-	4,601
Breathing Space	2,361	-	2,361
Infection Control	37,235	-	37,235
The National Lottery Community Fund	13,269	-	13,269
The Plastic Project	760	-	760
Covid 19 Restore & Recover Grant	994	-	994
Homework Boxes & Craft materials	1,000	(1,899)	(899)
	<hr/>	<hr/>	<hr/>
	60,220	(3,301)	56,919
TOTAL FUNDS	<hr/>	<hr/>	<hr/>
	855,986	(791,140)	64,846

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

24. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.8.19 £	Net movement in funds £	Transfers between funds £	At 31.7.20 £
Unrestricted funds				
General fund	221,237	85,851	13,814	320,902
Designated Freehold Property fund	269,679	-	1,459	271,138
Designated Other Assets fund	9,132	-	(1,642)	7,490
	<u>500,048</u>	<u>85,851</u>	<u>13,631</u>	<u>599,530</u>
Restricted funds				
Walking Group Fund	2,632	(684)	-	1,948
Garden classroom fund	1,395	-	(1,395)	-
Tree House fund	412	-	(412)	-
Ceramics fund	2,834	-	(2,834)	-
Nursery improvements fund	4,639	-	(4,639)	-
Stronger communities fund	871	(780)	(91)	-
Anne Baker Bursary Fund	5,809	1,691	-	7,500
Toilets refurbishment fund	3,780	-	(3,780)	-
Scare Zone catering equipment fund	-	480	(480)	-
Gig Buddies Fund	-	6,650	-	6,650
Staying Safe Together Fund	-	9,700	-	9,700
Breathing Space	-	5,627	-	5,627
	<u>22,372</u>	<u>22,684</u>	<u>(13,631)</u>	<u>31,425</u>
TOTAL FUNDS	<u>522,420</u>	<u>108,535</u>	<u>-</u>	<u>630,955</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	813,037	(727,186)	85,851
Restricted funds			
Walking Group Fund	-	(684)	(684)
Stronger communities fund	-	(780)	(780)
Anne Baker Bursary Fund	1,691	-	1,691
Scare Zone catering equipment fund	480	-	480
Gig Buddies Fund	6,650	-	6,650
Staying Safe Together Fund	9,700	-	9,700
Breathing Space	5,627	-	5,627
	<u>24,148</u>	<u>(1,464)</u>	<u>22,684</u>
TOTAL FUNDS	<u>837,185</u>	<u>(728,650)</u>	<u>108,535</u>

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

24. MOVEMENT IN FUNDS - continued

Designated funds

Funds have been designated by the Trustees for the following purposes;

Freehold Property - this represents the fair value of the site on incorporation and subsequent improvement works, reduced in line with depreciation charged.

Other Equipment - this fund was established to represent fixed assets funded by grants. Each year a transfer takes place to reduce the value of the fund inline with depreciation charged.

Any sale of assets for which national lottery funding has been received should receive board approval first.

Restricted funds

Walking Group Fund - grant received in 2017 to support the set up of a walking group for clients. Expenditure has been incurred in the year with a small fund balance carried forward for future years.

Anne Baker Bursary Fund - a fund was set up in the 2018/19 financial year in memory of Anne Baker (a former Trustee) who died in that year. This has been set up to distribute funds to qualifying local good causes on an annual basis and therefore is seen as a long term funding project. Due to the global pandemic it was decided that no funds would be distributed in the 2020/21 financial year.

Gig Buddies Fund - further funding was received during the financial year to facilitate "one on one" trips to events and concerts for vulnerable individuals and is hoped to be a long term funding project. Part of the fund was utilised in the year for purchase of the franchise.

Staying Safe Together Fund - funding was received in the 2019/20 financial year from Awards for All towards adapting the site to a more "safe environment". The fund was utilised during 2020/2021 to provide additional washroom facilities on site.

Breathing Space - Breathing Space is a new area of the charity from 2019/20 which does not receive any contractual funding.

The National Lottery Community Fund - the programme through RC Yorkshire and Humber Region commenced during 2020/21 and is a 5 year project aiming to:

- improve access to a wide range of events, activities and attractions;
- increase social interaction;
- increase personal choice;
- reduce loneliness;
- increase companionship and peer support;
- increase volunteering opportunities
- increase respite;
- increase employment opportunities with employment of a gig buddies champion.

During the year, the first instalment of the grant was drawn and a transfer made to unrestricted and designated funds for allocated expenditure in the period since commencement.

Homework Boxes & Craft materials Fund - funding was received in the financial year from NYCC towards the purchase of boxes and craft materials. All funds had been utilised by the balance sheet date.

Infection Control and Rapid Testing Fund 2021 - this local authority funding was allocated on the basis of individuals for which Day Care services are provided. The funding related to expenditure incurred in the period between 1 April 2021 and 30 June 2021 for infection control and as such was fully utilised by the year end.

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

24. MOVEMENT IN FUNDS - continued

Covid 19 Restore & Recover Grant Fund - this Stronger Communities funding was provided to support the further expansion of home and online activities being delivered, whilst day services were unable to run due to the Coronavirus pandemic. The funding was used to fund purchase of additional equipment to enable home working to take place and was fully utilised in the financial year.

The Plastic Project - funding received during the financial year utilised to purchase plastic injection moulding equipment. All funds had been utilised by the balance sheet date.

Transfers between funds:

Designated funds

Transfers into these funds are in respect of assets purchased from restricted funds. As the restrictions relating to these grants are now met the restricted funds are released and transferred to the unrestricted designated funds.

A transfer out then takes place to unrestricted general fund to match the depreciation charged in respect of these assets. The designated funds equate to the net book value of these assets at the year end. If an asset to which the designation applies is sold, the balance held is transferred to general funds.

Restricted funds

Transfers out of each of these funds arise when the conditions/expenditure have been met/incurred and consequently the restriction released.

25. OTHER FINANCIAL COMMITMENTS

The company contributes to the personal pension policy of certain employees and operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in independently administered funds. At the balance sheet date unpaid contributions of £1,904 (2020: £1,652) were due to the funds and included in creditors.

26. RELATED PARTY DISCLOSURES

During the year the charity was invoiced by one of the trustees (P Norwood) for financial assistance given, which for the year totalled £2,729 (2020: £1,929).

27. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net income for the reporting period (as per the Statement of Financial Activities)	64,846	108,535
Adjustments for:		
Depreciation charges	31,098	35,135
Loss on disposal of fixed assets	1,354	-
Interest received	(258)	(270)
Interest paid	79	-
Movement in provisions	(24,450)	24,450
Decrease in stocks	4,282	3,396
Decrease/(increase) in debtors	50,793	(38,296)
Increase in creditors	4,563	26,461
Net cash provided by operations	<u>132,307</u>	<u>159,411</u>

Northdale Horticulture Limited
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 July 2021

28.. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.8.20 £	Cash flow £	At 31.7.21 £
Net cash			
Cash at bank and in hand	217,592	138,072	355,664
	<u>217,592</u>	<u>138,072</u>	<u>355,664</u>
 Debt			
Debts falling due within 1 year	-	(7,500)	(7,500)
Debts falling due after 1 year	-	(42,500)	(42,500)
	<u>-</u>	<u>(50,000)</u>	<u>(50,000)</u>
 Total	<u>217,592</u>	<u>88,072</u>	<u>305,664</u>