

Charity Registration No. 1179656

**NORTHUMBERLAND HEAVY HORSE HERITAGE  
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2020**

# NORTHUMBERLAND HEAVY HORSE HERITAGE

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr J Kirsop Mr J R Owens Mrs V Cockburn
<b>Charity number</b>	1179656
<b>Principal address</b>	1 Whitton Park Milfield Wooler NE71 6HT
<b>Independent examiner</b>	Stuart Faed BSc (Hons) CA DipPFS 17 Walkergate Berwick-upon-Tweed Northumberland TD15 1DJ

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# NORTHUMBERLAND HEAVY HORSE HERITAGE

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# **NORTHUMBERLAND HEAVY HORSE HERITAGE**

## **TRUSTEES' REPORT**

### **FOR THE YEAR ENDED 30 SEPTEMBER 2020**

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The trustees present their report and financial statements for the year ended 30 September 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

#### **Objectives and activities**

Northumberland Heavy Horse Heritage (the Charity's) objects are to advance the education of the public in the heritage of agriculture, industry and country life and in particular the role of the heavy horse in the development of agriculture, industry and country life.

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

#### **Achievements and performance**

In spite of being closed for a period, the Charity has continued to raise awareness of the importance that the heavy horse played within our history before the introduction of mechanical power.

Visitors have had the opportunity to view the large collection of horse drawn machinery, learn of their history and peruse other artefacts and memorabilia from the era of the heavy horse. Not only did visitors see the Clydesdale heavy horse but also the other animals which would have been common place in the era of the working horse.

#### **Financial review**

This year was very challenging for the Charity as the facility was shut for several months. However, the public were very generous and many donations were made in support. A surplus of £10,976 (2019 £1,927) was recorded on the Unrestricted Fund for the year.

#### **Risk review**

The trustees have conducted a review of the major risks to which the Charity is exposed and recognise the importance of, and their responsibility for, risk management. They are accordingly developing a system for regular review to mitigate the risks identified.

#### **Public Benefit**

In considering the operation, achievements and performance and finances of the Charity, the trustees are satisfied that public benefit has been provided in accordance with the Charities Act 2011 and guidance issued by the Charity Commission.

#### **Structure, governance and management**

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr J Kirsop

Mr J R Owens

Mrs V Cockburn

# NORTHUMBERLAND HEAVY HORSE HERITAGE

## TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

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### Statement of trustees' responsibilities

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

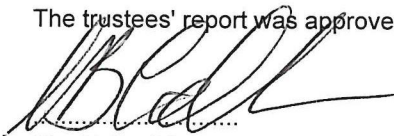
The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' report was approved by the Board of Trustees.



**Mrs V Cockburn**  
Trustee

Dated: 11/11/21

# NORTHUMBERLAND HEAVY HORSE HERITAGE

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF NORTHUMBERLAND HEAVY HORSE HERITAGE

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I report to the trustees on my examination of the financial statements of Northumberland Heavy Horse Heritage (the Charity) for the year ended 30 September 2020.

#### Responsibilities and basis of report

As the trustees of the Charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

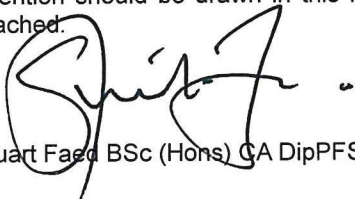
I report in respect of my examination of the Charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### Independent examiner's statement

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

- 1 accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.



Stuart Fazio BSc (Hons) CA DipPFS

17 Walkergate  
Berwick-upon-Tweed  
Northumberland  
TD15 1DJ

Dated: 11-11-21

# NORTHUMBERLAND HEAVY HORSE HERITAGE

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2020

		Unrestricted funds 2020 £	Unrestricted funds 2019 £
	Notes		
<b><u>Income and endowments from:</u></b>			
Donations and legacies	3	42,999	42,456
Other income	4	3,725	1,150
<b>Total income</b>		<u>46,724</u>	<u>43,606</u>
<b><u>Expenditure on:</u></b>			
Raising funds	5	<u>1,581</u>	<u>4,541</u>
Charitable activities	6	<u>34,167</u>	<u>37,138</u>
<b>Total resources expended</b>		<u>35,748</u>	<u>41,679</u>
<b>Net income for the year/ Net movement in funds</b>		10,976	1,927
Fund balances at 1 October 2019		1,927	-
<b>Fund balances at 30 September 2020</b>		<u><u>12,903</u></u>	<u><u>1,927</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.


# NORTHUMBERLAND HEAVY HORSE HERITAGE

## BALANCE SHEET

AS AT 30 SEPTEMBER 2020

	Notes	2020 £	£	2019 £	£
<b>Fixed assets</b>					
Tangible assets	10		122		144
<b>Current assets</b>					
Stocks	11	2,500		2,750	
Debtors	12	14,048		1,410	
Cash at bank and in hand		341		-	
		<u>16,889</u>		<u>4,160</u>	
<b>Creditors: amounts falling due within one year</b>	13	<u>(4,108)</u>		<u>(2,377)</u>	
Net current assets			12,781		1,783
<b>Total assets less current liabilities</b>			<u>12,903</u>		<u>1,927</u>
<b>Income funds</b>					
Unrestricted funds			12,903		1,927
			<u>12,903</u>		<u>1,927</u>

The financial statements were approved by the Trustees on 11/11/21

  
 Mrs V Cockburn  
 Trustee



# NORTHUMBERLAND HEAVY HORSE HERITAGE

## NOTES TO THE FINANCIAL STATEMENTS

*FOR THE YEAR ENDED 30 SEPTEMBER 2020*

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### **1 Accounting policies**

#### **Charity information**

Northumberland Heavy Horse Heritage (the Charity) is a Charitable Incorporated Organisation, registered in England with the Charity Commission, number 1179656.

#### **1.1 Accounting convention**

The financial statements have been prepared in accordance with the Charity's Governing Document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### **1.2 Going concern**

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

#### **1.3 Charitable funds**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

#### **1.4 Income**

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

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

# NORTHUMBERLAND HEAVY HORSE HERITAGE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

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### 1 Accounting policies

(Continued)

#### 1.5 Expenditure

All expenditure is accounted for on an accrual basis. Resources expended are allocated to the activity to which they relate.

#### 1.6 Tangible fixed assets

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

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

Plant and equipment	15% reducing balance
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

Fixed assets are capitalised, at cost where the purchase price exceeds £100.

#### 1.7 Impairment of fixed assets

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

#### 1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

#### 1.9 Cash and cash equivalents

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

#### 1.10 Financial instruments

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

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

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

# NORTHUMBERLAND HEAVY HORSE HERITAGE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

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### 1 Accounting policies

(Continued)

#### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

#### **Basic financial liabilities**

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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

#### **Derecognition of financial liabilities**

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

### 1.11 Employee benefits

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

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

### 2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.



# NORTHUMBERLAND HEAVY HORSE HERITAGE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

### 3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Donations and gifts (inc Gift Aid)	20,846	29,746
Other donations	21,653	4,000
Special events income	-	8,710
Grant income	500	-
	<u>42,999</u>	<u>42,456</u>

### 4 Other income

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Horse stud fees	-	1,015
Pig sales	496	-
Horse entries	10	135
Carriage income	3,219	-
	<u>3,725</u>	<u>1,150</u>

### 5 Raising funds

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
<u>Fundraising and publicity</u>		
Advertising	1,581	4,541
	<u>1,581</u>	<u>4,541</u>

# NORTHUMBERLAND HEAVY HORSE HERITAGE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

### 6 Charitable activities

	Livestock expenses 2020 £	Depreciation 2020 £	Total 2020 £	Livestock expenses 2019 £	Special events 2019 £	Depreciation 2019 £	Total 2019 £
Staff costs	8,589	-	8,589	2,885	-	-	2,885
Livestock purchases	3,362	22	3,384	2,240	-	6	2,246
Sheep expenses	91	-	91	431	-	-	431
Pig expenses	2,972	-	2,972	3,058	-	-	3,058
Livestock vet & med	812	-	812	589	-	-	589
Poultry expenses	298	-	298	233	-	-	233
Horse expenses	4,740	-	4,740	8,930	-	-	8,930
Horse vet & med	3,233	-	3,233	2,827	-	-	2,827
Closing stock	(2,500)	-	(2,500)	(2,750)	-	-	(2,750)
Special events expenses	-	-	-	-	15,565	-	15,565
Heat and light	2,048	-	2,048	-	-	-	-
Insurance	2,710	-	2,710	1,624	-	-	1,624
Motor, tractor and implement repairs	1,000	-	1,000	-	-	-	-
General administration expenses	317	-	317	-	-	-	-
Postage, stationery and telephone	984	-	984	-	-	-	-
Rent	3,101	-	3,101	-	-	-	-
Bank charges	97	-	97	-	-	-	-
	<u>31,854</u>	<u>22</u>	<u>31,876</u>	<u>20,067</u>	<u>15,565</u>	<u>6</u>	<u>35,638</u>
Share of governance costs (see note 7)	2,291	-	2,291	1,500	-	-	1,500
	<u>34,145</u>	<u>22</u>	<u>34,167</u>	<u>21,567</u>	<u>15,565</u>	<u>6</u>	<u>37,138</u>

# NORTHUMBERLAND HEAVY HORSE HERITAGE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

### 7 Support costs

	Support costs £	Governance costs £	2020 £	Support costs £	Governance costs £	2019 £
Accountancy fees	-	2,291	2,291	-	1,500	1,500
	<u>-</u>	<u>2,291</u>	<u>2,291</u>	<u>-</u>	<u>1,500</u>	<u>1,500</u>
	<u>-</u>	<u>2,291</u>	<u>2,291</u>	<u>-</u>	<u>1,500</u>	<u>1,500</u>
Analysed between Charitable activities	-	2,291	2,291	-	1,500	1,500
	<u>-</u>	<u>2,291</u>	<u>2,291</u>	<u>-</u>	<u>1,500</u>	<u>1,500</u>

Governance costs includes payments to the independent examiners of £2,291 (2019 £1,500) for accountancy services.

### 8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year (2019 £Nil).

### 9 Employees

	2020 Number	2019 Number
Number of employees		
The average monthly number of employees during the year was:	1	3
	<u>1</u>	<u>3</u>
Employment costs	2020 £	2019 £
Wages and salaries	8,589	2,885
	<u>8,589</u>	<u>2,885</u>

# NORTHUMBERLAND HEAVY HORSE HERITAGE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

### 10 Tangible fixed assets

	Plant and equipment £
<b>Cost</b>	
At 1 October 2019	150
At 30 September 2020	150
<b>Depreciation and impairment</b>	
At 1 October 2019	6
Depreciation charged in the year	22
At 30 September 2020	28
<b>Carrying amount</b>	
At 30 September 2020	122
At 30 September 2019	144

### 11 Stocks

	2020 £	2019 £
Livestock	2,500	2,750

### 12 Debtors

	2020 £	2019 £
<b>Amounts falling due within one year:</b>		
Trade debtors	2,161	1,410
Other debtors	11,887	-
	14,048	1,410

### 13 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	2,608	-
Other creditors	-	877
Accruals and deferred income	1,500	1,500
	4,108	2,377

# NORTHUMBERLAND HEAVY HORSE HERITAGE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

### 14 Related party transactions

#### Transactions with related parties

During the year the Charity incurred various expenditure as part of its normal running costs from Hay Farm Heavy Horse Centre Ltd, a limited company in which trustee Mrs V. Cockburn is also a director.

The following amounts were outstanding at the reporting end date:

	Amounts owed to related parties	
	2020 £	2019 £
Hay Farm Heavy Horse Centre Ltd	-	877
	<u>          </u>	<u>          </u>

The following amounts were outstanding at the reporting end date:

	Amounts owed by related parties 2020		Amounts owed by related parties 2019	
	Balance £	Net £	Balance £	Net £
Hay Farm Heavy Horse Centre Ltd	11,887	11,887	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	11,887	11,887	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>