

Company registration number: 01498800

Charity registration number: 510201

Huddersfield Canal Society Limited

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2020

**The Moffatts Partnership LLP
Progress House
396 Wilmslow Road
Withington
Manchester
M20 3BN**

Huddersfield Canal Society Limited

Contents

Reference and Administrative Details	1 to 2
Trustees' Report	3 to 7
Statement of Trustees' Responsibilities	8
Independent Examiner's Report	9
Statement of Financial Activities	10
Balance Sheet	11
Notes to the Financial Statements	12 to 26

Huddersfield Canal Society Limited

Reference and Administrative Details

Trustees	A L Stopher, Chairman
	T Ellis
	M McHugh
	K H W Noble
	K W Sykes
	P R Bayley
	E Woulds
	P Rawson
	M J Clark
	M McHugh
Secretary	M McHugh
Other Officers	D M Sumner, President
Principal Office	Transhipment Warehouse
	Wool Road
	Dobcross
	Oldham
	OL3 5QR
Registered Office	Progress House
	396 Wilmslow Road
	Withington
	Manchester
	Lancs
	M20 3BN
	The charity is incorporated in England and Wales.

Huddersfield Canal Society Limited

Reference and Administrative Details

Company Registration Number	01498800
Charity Registration Number	510201
Bankers	The Co-operative Bank plc Vicar Street Leeds LS1 1HJ Unity Trust Bank Nine Brindleyplace Birmingham B1 2HB Monmouthshire Building Society Monmouthshire House John Frost Square Newport South Wales NP20 1PX
Independent Examiner	The Moffatts Partnership LLP Progress House 396 Wilmslow Road Withington Manchester M20 3BN

Huddersfield Canal Society Limited

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 December 2020.

Structure, governance and management

Nature of governing document

Huddersfield Canal Society is a company limited by guarantee to the value of £1 per member and does not have share capital. The charity is governed by the Memorandum and Articles of Association of the company.

Recruitment and appointment of trustees

The members of the Council of Management are considered to be both directors for Companies Act purposes and trustees for Charities Act purposes. One third of the Council members retire by rotation each year and election takes place at the Annual General Meeting.

Organisational structure

The company is governed by its Council of Management, which meets on a bi-monthly basis. The Council, assisted by outside consultants, is responsible for formulating the strategy and policies for the company as a whole, including the approval of budgets and the exercising of financial controls through regular financial reporting.

The members of the Council of Management who have served throughout the year are shown on the Officials and Advisors page at the front of this report.

Major risks and management of those risks

Risk Management policy

The Society has identified and reviewed the risks to which it is exposed and has established appropriate levels of reporting and control mechanisms to mitigate those risks.

Objectives and activities

Objects and aims

The company is registered for charitable purposes, the objects of which are restoration, reconstruction, preservation, maintenance and improvement of the Huddersfield Narrow Canal and the Broad Canal for the use of the public.

The Council's policy in furtherance of these objectives has been to:

- maximise revenue and safeguard/enhance Society assets and fund raise for specific canal related projects:
- recruit new members to provide a secure income and attract additional volunteers to undertake specific tasks, e.g. canal working parties, boat operations, special events, guides, schools liaison, environmental issues, and maintain the high quality of the members' magazine – Pennine Link;
- operate boats owned or leased, to promote the canal and Society; and
- promote the canal to the general public as the "unique Waterway" to raise its profile by festivals, guided tours, socials, lectures, publications and where appropriate, by film/audio visual aids.

Huddersfield Canal Society Limited

Trustees' Report

Objectives, strategies and activities

The charity has continued to promote the canal to the general public by various means. During the current year the operation of the boat has not been possible due to the impact of the Coronavirus Pandemic.

Achievements and performance

Activities have been greatly reduced during 2020 due to the pandemic crisis which has resulted in reduced income from donations and charitable activities. This has been compensated with income received from the government Coronavirus Job Retention Scheme.

Public benefit

The trustees have ensured they carry out the objectives for the public benefit and have (in accordance with s17 Charities Act 2011) had regard to guidance published by the Charity Commission on public benefit when exercising powers or duties where that may be relevant.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Use of volunteers

The success of Huddersfield Canal Society depends on the commitment and skills of its Council members, staff and volunteers. It also depends on those supporters and corporate bodies who either directly or indirectly have contributed funds, support or assistance to the charity in the past year. To all of these, special thanks are given.

Financial review

Total income for the year amounts to £25,607 (2019 - £26,042). This includes donations received of £690 for restricted purposes.

Expenditure for the year totals £50,561 (2019 - £48,684) which all relates to unrestricted funds.

The overall position at the year-end is a deficit of £26,800 (2019 - surplus £20,561). This includes investment losses of £1,846 compared to investment gains of £43,203 in 2019.

The total reserves carried forward at the year-end are £281,777 (2019 - £308,577). All of the charity reserves are unrestricted.

Policy on reserves

It is the policy of the Council to retain such reserves as are necessary to enable the Society to fulfil its objectives. The current level of reserves, held mainly in short term investments, is considered to be more than adequate to meet this policy.

Investment policy and objectives

It is the policy of the Council to maintain investments in a mix of short term policies that produce a satisfactory level of income and maintain capital value. The current investment level is considered to be more than adequate to meet this policy.

Huddersfield Canal Society Limited

Trustees' Report

Impact of the Covid-19 pandemic

In order to protect our staff and volunteers from adverse health effects of the coronavirus the decision was taken to cease our external operations until further notice from mid-March 2020 and as we are a non-essential business close our office soon afterwards. As our administrator is unable to work from home we have furloughed Dr Bob Gough from 6th April 2020 and have used Government support in the form of furlough grants towards his salary. It is intended that we continue to pay him in full for the foreseeable future. With our principal income suspended and investments much reduced in value, further steps have been taken to protect our financial position so as to remain viable in preparation for a return to normal operations when the pandemic crisis is over. Our Monmouthshire Building Society account has been encashed and closed and an interest free loan has been secured. These measures are aimed at ensuring that no investments need to be sold until they have a chance to recover their value. The trustees are confident that the company remains a going concern.

Going concern

The trustees have considered the potential implications of the Coronavirus pandemic. Whilst the eventual financial impact of the pandemic on the charity remains uncertain the trustees have a reasonable expectation that the charity will have adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis on preparing its financial statements.

Financial Instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Important non-adjusting events after the financial period

The Coronavirus pandemic developed in early 2020. At the date of approval of the accounts it has not been possible to quantify or ascertain the future financial impact of the pandemic on the charity. No adjustments have been made to any figures in the accounts as a result of the pandemic.

Huddersfield Canal Society Limited

Trustees' Report

Chairman's Annual Report 2020

The year has been dominated by the impact of the world-wide coronavirus pandemic.

Board meetings have been held using the Zoom video-conferencing application and at times have been on a monthly cycle to keep abreast of changing circumstances. The Society's Annual General Meeting was conducted in a similar way.

Restrictions on social-distancing and the imperative of keeping staff, volunteers and customers safe has had a significant impact on the company's activities.

It has not been possible to run the Marsden Shuttle since March 2020 and with a third lockdown in place in the first four months of 2021 there will be a delayed resumption to operations. On a positive note good progress has been made with the development of the design of the replacement electric-powered craft and it is envisaged that this will be constructed in 2021. My thanks go to Mike McHugh, Eric Woulds & Terry Lomas for the considerable amount of work which has gone into defining our requirements and discussing them with potential boat builders. A budget has been agreed and purchase approved by the Board of Trustees subject to staged sign-off of the details.

The Society's maintenance operations were also suspended from March 2020 to July 2020. Once a resumption was possible, as well as litter clearance, lock gate painting and gear greasing, use was made of a Canal & River Trust (CRT) pontoon to tackle offside vegetation. Social-distancing guidelines could be maintained in the open air but the van could not be used to transport volunteers, thus limiting work locations. My thanks go to Deputy Chairman, Trevor Ellis, for his commitment and skill in managing the team's important contribution to the canal environment.

Against a background of significantly reduced company activity and the Government imperative on limiting work-place attendance, the office was closed from mid-March 2020, and our Administrator was furloughed until the start of August. The Government's job support scheme was beneficial in covering up to 80% of salary costs during this period and the trustees agreed to top up the balance to maintain full pay levels. Since August a variety of tier-based restrictions and further lockdowns have meant that staff hours have been limited to those which meet the company's needs and the safe working of our staff member. This has meant further use of the furlough arrangement which has continued in place.

The publication of our magazine, Pennine Link, has been reduced in frequency to reflect our lower level of activity and limited staff hours between periods of furlough. Thanks are due to Bob Gough for his desktop publishing work and to the two Guest Editors in 2020. Our website continues to provide a source of information and has been invaluable in relaying the up to date status of operations during the pandemic. Thanks are also due to Martin Clark for helping behind the scenes with any IT issues.

Membership has held up well and stands at 453, excluding additional family members.

Financial performance was affected significantly by the pandemic. Much reduced income was offset to some extent by Government support through the furlough scheme. The company's balanced portfolio of investments has decreased in value over the year as a whole. It remains to be seen what further impact will result from the completion of the UK's exit from the EU and the ongoing impact of the Coronavirus.

We have continued to develop contacts with the two regional CRT management teams despite the challenges of the pandemic and taken part in waterway forums.

Huddersfield Canal Society Limited

Trustees' Report

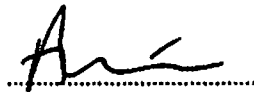
I offer my personal thanks for the unstinting support of our Board members, volunteers, members, staff and partners for their contribution to the continuing success of the Huddersfield Canal Society and look forward to resuming full operations when it is safe to do so.

Alan Stopher
Chairman

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the trustees of the charity on^{15/4/2021} and signed on its behalf by:



A L Stopher
Trustee

Huddersfield Canal Society Limited

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Huddersfield Canal Society Limited for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK 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 charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 15/4/2021 and signed on its behalf by:



A L Stopher
Trustee

Huddersfield Canal Society Limited

Independent Examiner's Report to the trustees of Huddersfield Canal Society Limited

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2020 which are set out on pages 10 to 26.

Respective responsibilities of trustees and examiner

As the charity's trustees of Huddersfield Canal Society Limited (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').

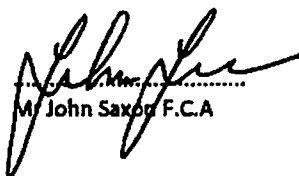
Having satisfied myself that the accounts of Huddersfield Canal Society Limited are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities 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

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 Huddersfield Canal Society Limited 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.



Mr John Saxon F.C.A

Progress House
396 Wilmslow Road
Withington
Manchester
M20 3BN

Date: 16.4.21

Huddersfield Canal Society Limited

Statement of Financial Activities for the Year Ended 31 December 2020 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Income and Endowments from:					
Donations and legacies	3	14,504	690	15,194	8,236
Charitable activities	4	5,464	-	5,464	11,568
Investment income	5	4,949	-	4,949	6,238
Total income		24,917	690	25,607	26,042
Expenditure on:					
Raising funds	6	(399)	-	(399)	-
Charitable activities	7	(50,162)	-	(50,162)	(48,684)
Total expenditure		(50,561)	-	(50,561)	(48,684)
Gains/losses on investment assets		(1,846)	-	(1,846)	43,203
Net (expenditure)/income		(27,490)	690	(26,800)	20,561
Net movement in funds		(27,490)	690	(26,800)	20,561
Reconciliation of funds					
Total funds brought forward		308,577	-	308,577	288,016
Total funds carried forward	22	281,087	690	281,777	308,577

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2019 is shown in note 22.

The notes on pages 12 to 26 form an integral part of these financial statements.

Huddersfield Canal Society Limited
(Registration number: 01498800)
Balance Sheet as at 31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	15	24,053	25,158
Investments	16	<u>248,846</u>	<u>251,088</u>
		<u>272,899</u>	<u>276,246</u>
Current assets			
Stocks	17	822	1,167
Debtors	18	3,642	6,321
Cash at bank and in hand	19	<u>19,638</u>	<u>30,615</u>
		24,102	38,103
Creditors: Amounts falling due within one year	20	<u>(15,224)</u>	<u>(5,772)</u>
Net current assets		<u>8,878</u>	<u>32,331</u>
Net assets		<u>281,777</u>	<u>308,577</u>
Funds of the charity:			
Restricted income funds			
Restricted funds	22	690	-
Unrestricted income funds			
Unrestricted funds		<u>281,087</u>	<u>308,577</u>
Total funds	22	<u>281,777</u>	<u>308,577</u>

For the financial 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 charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 10 to 26 were approved by the trustees, and authorised for issue on 16.12.20 and signed on their behalf by:

.....
A L Stopher
Trustee

The notes on pages 12 to 26 form an integral part of these financial statements.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Progress House
396 Wilmslow Road
Withington
Manchester
Lancs
M20 3BN

The principal place of business is:

Transshipment Warehouse
Wool Road
Dobcross
Oldham
OL3 5QR

These financial statements were authorised for issue by the trustees on 15 April 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

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

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Going concern

The financial statements have been prepared on a going concern basis.

The trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees make this assessment in respect of a period of one year from the date of approval of the financial statements.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

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

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

All resources expended are inclusive of irrecoverable VAT.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustee's meetings and reimbursed expenses.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £1.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Leasehold premises	2.5% straight line basis
Leasehold improvements	10% straight line basis
Motor vehicles	20% straight line basis
Boat	20% straight line basis
Office equipment	20% straight line basis
Computer equipment	25% straight line basis

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in Interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Hire purchase and finance leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Rentals payable under operating leases are charged in the Statement of Financial Activities on a straight line basis over the lease term.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial Instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2020 £	Total 2019 £
Donations and legacies;				
Donations from Individuals	931	690	1,621	6,163
Gift aid reclaimed	766	-	766	2,073
Grants, including capital grants;				
Government grants	<u>12,807</u>	<u>-</u>	<u>12,807</u>	<u>-</u>
	<u>14,504</u>	<u>690</u>	<u>15,194</u>	<u>8,236</u>

4 Income from charitable activities

	Unrestricted funds General £	Total 2020 £	Total 2019 £
Subscriptions	2,909	2,909	3,035
Other income	2,555	2,555	4,356
Income from boat	<u>-</u>	<u>-</u>	<u>4,177</u>
	<u>5,464</u>	<u>5,464</u>	<u>11,568</u>

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

5 Investment income

	Unrestricted funds General £	Total 2020 £	Total 2019 £
Interest receivable and similar income;			
Interest receivable on bank deposits	83	83	43
Other income from fixed asset investments	<u>4,866</u>	<u>4,866</u>	<u>6,195</u>
	<u>4,949</u>	<u>4,949</u>	<u>6,238</u>

6 Expenditure on raising funds

a) Investment management costs

	Note	Unrestricted funds General £	Total funds £
Other investment management costs;			
Administration of the investments		<u>399</u>	<u>399</u>
Total for 2020		<u>399</u>	<u>399</u>

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

7 Expenditure on charitable activities

	Unrestricted funds General £	Total 2020 £	Total 2019 £
Opening stock	1,167	1,167	2,024
Canal Projects	4,350	4,350	-
Purchases	252	252	-
Shuttle running costs	1,027	1,027	2,617
Closing stock	(822)	(822)	(1,167)
Wages and salaries	29,231	29,231	28,380
Pension costs	691	691	612
Telephone and fax	738	738	862
Office expenses	4,676	4,676	3,364
Competition and events	480	480	610
Printing, postage and stationery	1,100	1,100	1,653
Sundry expenses	796	796	1,986
Motor expenses	1,871	1,871	1,874
Travel and subsistence	82	82	371
Promotional expenses	652	652	1,312
Bank charges	144	144	144
Investment charges	-	-	375
Depreciation	1,105	1,105	1,105
	<u>47,540</u>	<u>47,540</u>	<u>46,122</u>

In addition to the expenditure analysed above, there are also governance costs of £2,622 (2019 - £2,562) which relate directly to charitable activities. See note 8 for further details.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

8 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total 2020 £	Total 2019 £
Independent examiner fees			
Examination of the financial statements	2,160	2,160	2,160
Other fees paid to examiners	462	462	402
	<u>2,622</u>	<u>2,622</u>	<u>2,562</u>

9 Government grants

The Charity has received government grants under the Coronavirus Job Retention Scheme.
The amount of grants recognised in the financial statements was £12,807 (2019 - £-).

10 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2020 £	2019 £
Other non-audit services	2,622	2,502
Depreciation of fixed assets	<u>1,105</u>	<u>1,105</u>

11 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

£1,091 (2019: £1,766) of expenses were reimbursed to during the year.

Travel, subsistence, telephone and other expenses incurred by 2 (2019 - 4) members of the Council of Management have been reimbursed.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

12 Staff costs

The aggregate payroll costs were as follows:

	2020	2019
	£	£
Staff costs during the year were:		
Wages and salaries	29,231	28,380
Pension costs	<u>691</u>	<u>612</u>
	<u>29,922</u>	<u>28,992</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2020	2019
	No	No
Charitable activities	<u>1</u>	<u>1</u>

Contributions to the employee pension schemes for the year totalled £691 (2019 - £612).

No employee received emoluments of more than £60,000 during the year.

13 Independent examiner's remuneration

	2020	2019
	£	£
Examination of the financial statements	<u>2,160</u>	<u>2,160</u>
Other fees to examiners		
All other services	<u>462</u>	<u>402</u>

14 Taxation

The charity is a registered charity and is therefore exempt from taxation.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

15 Tangible fixed assets

	Land and buildings £	Motor vehicles £	Computer equipment £	Other tangible fixed asset £	Total £
Cost					
At 1 January 2020	<u>55,680</u>	<u>10,935</u>	<u>21,840</u>	<u>6,065</u>	<u>94,520</u>
At 31 December 2020	<u>55,680</u>	<u>10,935</u>	<u>21,840</u>	<u>6,065</u>	<u>94,520</u>
Depreciation					
At 1 January 2020	30,523	10,935	21,840	6,064	69,362
Charge for the year	<u>1,105</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,105</u>
At 31 December 2020	<u>31,628</u>	<u>10,935</u>	<u>21,840</u>	<u>6,064</u>	<u>70,467</u>
Net book value					
At 31 December 2020	<u>24,052</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>24,053</u>
At 31 December 2019	<u>25,157</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>25,158</u>

Included within the net book value of land and buildings above is £Nil (2019 - £Nil) in respect of freehold land and buildings and £24,052 (2019 - £25,157) in respect of leaseholds.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

16 Fixed asset investments

	2020 £	2019 £
Other investments	<u>248,846</u>	<u>251,088</u>

Other investments

	Listed Investments £	Unlisted Investments £	Total £
Cost or Valuation			
At 1 January 2020	249,357	1,731	251,088
Revaluation	(1,846)	-	(1,846)
Additions	-	3	3
Disposals	<u>-</u>	<u>(399)</u>	<u>(399)</u>
At 31 December 2020	<u>247,511</u>	<u>1,335</u>	<u>248,846</u>
Net book value			
At 31 December 2020	<u>247,511</u>	<u>1,335</u>	<u>248,846</u>
At 31 December 2019	<u>249,357</u>	<u>1,731</u>	<u>251,088</u>

The market value of the listed investments at 31 December 2020 was £247,511 (2019 - £249,357).

17 Stock

	2020 £	2019 £
Stocks	<u>822</u>	<u>1,167</u>

18 Debtors

	2020 £	2019 £
Prepayments	2,875	4,248
Accrued income	<u>767</u>	<u>2,073</u>
	<u>3,642</u>	<u>6,321</u>

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

19 Cash and cash equivalents

	2020 £	2019 £
Cash on hand	45	72
Cash at bank	<u>19,593</u>	<u>30,543</u>
	<u>19,638</u>	<u>30,615</u>

20 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	2,149	3,080
Other loans	10,000	-
Other taxation and social security	457	444
Other creditors	153	148
Accruals	<u>2,465</u>	<u>2,100</u>
	<u>15,224</u>	<u>5,772</u>

21 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £691 (2019 - £612).

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

22 Funds

	Balance at 1 January 2020 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2020 £
Unrestricted funds					
<i>General</i>					
General Funds	308,577	24,917	(50,561)	(1,846)	281,087
Restricted funds					
NB Marsden Fund	-	690	-	-	690
Total funds	<u>308,577</u>	<u>25,607</u>	<u>(50,561)</u>	<u>(1,846)</u>	<u>281,777</u>
	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2019 £
Unrestricted funds					
<i>General</i>					
General Funds	<u>288,016</u>	<u>26,042</u>	<u>(48,684)</u>	<u>43,203</u>	<u>308,577</u>

The specific purposes for which the funds are to be applied are as follows:

NB Marsden Fund - donations received in memory of the late John Sully to support the refurbishment and display of a historic boat which is being donated to the Society from the CRT national collection.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

23 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2020 £
Tangible fixed assets	24,053	-	24,053
Fixed asset investments	248,846	-	248,846
Current assets	23,412	690	24,102
Current liabilities	(15,224)	-	(15,224)
Total net assets	281,087	690	281,777

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2019 £
Tangible fixed assets	25,158	-	25,158
Fixed asset investments	251,088	-	251,088
Current assets	38,103	-	38,103
Current liabilities	(5,772)	-	(5,772)
Total net assets	308,577	-	308,577

24 Related party transactions

During the year the charity made the following related party transactions:

Alan Stopher

(A trustee)

Alan Stopher has provided a loan to the charity to assist with cash flow during the pandemic. The loan is interest free and repayable on demand. At the balance sheet date the amount due to Alan Stopher was £10,000 (2019 - £Nil).

25 Non-adjusting events after the financial period

The Coronavirus pandemic developed in early 2020. At the date of approval of the accounts it has not been possible to quantify or ascertain the future financial impact of the pandemic on the charity. No adjustments have been made to any figures in the accounts as a result of the pandemic.