

**THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2020**

**REGISTERED NO: 02419964
CHARITY NO: 702017**

**THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

Contents

	Pages
Company information	1
Report of the Council of Management	2-4
Independent Examiner's Report	5
Consolidated Statement of Financial Activities	6
Consolidated Balance Sheet	7
Company Balance Sheet	8
Consolidated Statement of Cash Flows	9
Company Statement of Cash Flows	10
Notes to the Cash Flow Statement	11
Notes to the Financial Statements	12 - 21

**THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)**

**COMPANY INFORMATION
AT 31 DECEMBER 2020**

PRESIDENT:	S Mackaness	
MEMBERS OF THE COUNCIL OF MANAGEMENT:	D. Beardall D.B. Hutchinson J.M. Makin C.S.H. Smith M.A. Dabell C. Stewart C.J. Bayliss P.A. Grant	Lady P. L. Mowbray S.M. Brown S.A. Hopps M.J. l'Anson D. Kilburn D.R. Barker R. Beckwith L. Compton
COMPANY SECRETARY:	Mrs J. Robinson	
REGISTERED OFFICE:	Unit 6, The Stables Newby Hall Ripon HG4 5AE	
COMPANY REGISTRATION NUMBER:	02419964	
CHARITY REGISTRATION NUMBER:	702017	
INDEPENDENT EXAMINER:	DSC Accountants Limited Chartered Accountants Tattersall House East Parade Harrogate North Yorkshire HG1 5LT	
PRINCIPAL BANKERS:	National Westminster Bank Plc 3 Cambridge Crescent Harrogate HG1 1PJ	
SOLICITORS:	LCF Law The Exchange Station Parade Harrogate HG1 1TS	
INVESTMENT MANAGERS:	Brown Shipley 10 Wellington Place Leeds LS1 4AP Williams Investment LLP 34 Victoria Avenue Harrogate HG1 5PR	
DIRECTOR OF SHOWS:	N Smith	
FINANCE MANAGER:	J Robinson	

**THE NORTH OF ENGLAND HORTICULTURAL SOCIETY (REGISTERED NO: 02419964)
(A REGISTERED CHARITY LIMITED BY GUARANTEE) (CHARITY NO: 702017)**

**COUNCIL OF MANAGEMENT'S REPORTS ON THE GROUP ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

The trustees, who are also directors of the charity for the purposes of the Companies Act, submit their annual report and the audited financial statements for the year ended 31 December 2020. The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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).

OBJECTIVES OF THE CHARITY, PRINCIPAL ACTIVITIES AND ORGANISATION OF OUR WORK

The charity is constituted as a company limited by guarantee, and is therefore governed by a memorandum and articles of association.

The charity's object and principal activity continues to be that of educating, promoting and developing the science, art and practice of horticulture, the advancement of environmental protection, with special reference to the conditions existing in the North of England by the promotion of shows and events. Within these events the charity supports numerous other horticultural charities, enabling them to increase public awareness of these charities. In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

The charity also wholly controls a trading company, Harrogate Flower Show Limited, a company incorporated in England and Wales. The trustees feel it is important to highlight the fact that the trading company (which runs the shows) has, since its incorporation, paid over its profits to the charity under a deed of covenant. The annexed accounts show that in the year 2020 no payment was able to be made to the charity by way of a gift (2019: £12,625), but charitable aims would be met from financial reserves. The Charity has established its grant making policy to achieve its objectives for the public benefit. The Charity receives and considers direct application for assistance. Detailed consideration is given to each application on the basis of information provided, additional information the trustees see as necessary to form an opinion, visits and follow up reports.

The charity cooperates with and provides support via the platform of the Harrogate Flower Shows for a wide range of horticulturally based groups, organisations and individuals. This includes support of over a dozen specialist plant societies, including, but not limited to chrysanthemum, dahlia, cacti, fuchsia, geranium, daffodil, gladioli and bonsai. The charity also engages with grown edibles through its work with the Northern Fruit Group, National Vegetable Society and regional allotment groups. The organisation works closely in promoting the valuable work of recognised charities, including Perennial (The Gardener's Charity), Horticap, Wades Charity and various wider ranging groups.

The charity also supports learning and education in horticulture, via commitment to regional colleges including Askham Bryan, Shipley College, Bishop Burton, Kirkley and Craven College. A continued relationship with the Chartered Institute of Horticulture 'Young Horticulturalist of the Year' and the Yorkshire in Bloom 'Young People's Award' ensure that such support is highlighted and widened in the sphere of learning.

Work of the organisation also extends to individuals and small groups, from horticultural exhibitors, nursery growers, floral societies and gardening clubs to community growing initiatives, historical organisations and volunteering groups.

THE COUNCIL OF MANAGEMENT

There is a Council of Management which consists of a minimum of 15, maximum of 18, elected members. All of the members of the council of management are named within the company information, as directors of the charity, and served throughout the year unless stated otherwise in the company information. There is a President of the charity who is eligible to serve for an initial period of two years. The term in office may be extended at the discretion of the Council. The Chairman and Vice Chairman are elected annually by Council.

The day-to-day management of the charity is handled by J Robinson (the company secretary) and N Smith (the show director).

COMMITTEES

There is an executive committee comprising the chairman of the company, the vice-chairman of the company, the company secretary, the show director, the solicitor, a representative from the Harrogate Flower Show Limited who is independent of the charity, and up to four other members of the council. Its function is to administer the company in all its aspects, to respond to instructions from the council, to bring to the council matters as necessary and to report to the council on its activities.

**THE NORTH OF ENGLAND HORTICULTURAL SOCIETY (REGISTERED NO: 02419964)
(A REGISTERED CHARITY LIMITED BY GUARANTEE) (CHARITY NO: 702017)
COUNCIL OF MANAGEMENT'S REPORT ON THE GROUP ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

THE METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

All potential trustees are vetted by existing trustees and actively participate in and gain experience of the shows under the guidance of existing trustees. Once appointed, all trustees receive a copy of the Society's Memorandum and Articles of Association and Byelaws. In addition they receive a copy of the Charities Act 2011 sections 178-184 and a copy of the Charity Commission documents - "The Essential Trustee - what you need to know", "Charities and Risk Management" and "A Guide to Conflict of Interest for Charity Trustees". The trustees are required to sign a declaration that they either have no conflicting interests or divulge any interest, which may conflict with those of the charity. Ongoing training is provided as necessary, including attendance at relevant courses.

RESPONSIBILITIES OF MEMBERS OF THE COUNCIL OF MANAGEMENT

Company and charity law requires the members of the council of management to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for the period. In preparing those financial statements, the members of the council of management are required to:

- (a) Select suitable accounting policies and then apply them consistently;
- (b) Observe the methods and principles in the Charities SORP
- (c) Make judgments and estimates that are reasonable and prudent;
- (d) State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- (e) Prepare financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The members of the council of management are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

PROFESSIONAL ADVISORS

As company information on page 1.

DEVELOPMENTS, ACHIEVEMENTS AND FUTURE ACTIVITIES

Whilst unprecedented in all areas of life throughout 2020, the impact of the ongoing COVID-19 coronavirus pandemic across the charitable and event sector has been especially significant.

Official restrictions and continued uncertainty relating to the potential spread of the virus through large group gatherings resulted in the necessary cancellation of both Spring and Autumn events in 2020, traditionally the key link in the charity's method of reaching out and engaging with an audience of almost 100,000 people.

In addition to the loss of such a valuable engagement tool, the organisation's financial status has seen a similar impact. The cancellation of both events in 2020 has resulted in a substantial loss for Harrogate Flower Show Limited, leading to a corresponding loss of financial support available to the wide range of groups, societies and charities which would in normal circumstances benefit from such work.

Despite the necessity for nationally imposed lockdowns and limitations on public movement throughout the year, however, the COVID-19 pandemic has highlighted the value of personal outdoor space, with the physical and mental benefits of horticulture increasingly apparent in such difficult times. The charity has therefore adapted to utilize a variety of alternative methods and channels to share and promote its work in heightening awareness of this value, continuing its role in demonstrating an unerring commitment to the organisation's core aims and ambitions.

Demonstrations and 'Have a Go' sessions, highlighting simple and practical ways to enjoy the garden and delivered voluntarily by horticultural experts and supporters of the work of the organisation were shared throughout the year via social media platforms including Twitter, Facebook and Instagram, reaching virtual audiences of up to 15,000. A members e-newsletter, delivered through Harrogate Flower Shows Ltd, also showcased practical tips and positive stories relating to horticulture, issued regularly and reaching a combined audience of up to 40,000 during 2020.

Lectures and talks, highlighting the purpose and need for the charity's work have been reimagined and adapted to provide a virtual offer to gardening groups, horticultural institutions and charitable partners, supported by remote working systems such as Zoom and Microsoft Teams and reaching over 1,000 people during the year.

The charity continues to maintain and develop relationships with key horticultural partners, working alongside organisations including Perennial, the Chartered Institute of Horticulture, the British Association of Landscape Industries, the Horticultural Trades Association, the National Association of Flower Arranging Industries and the National Allotment Society. The charity has further continued its relationship with a wide range of specialist society groups for whom, like our own organisation, the forthcoming 2021 season will hopefully provide a return to more traditional and wide reaching engagement activities, enabling a brighter future for both their and our work and ambition.

**THE NORTH OF ENGLAND HORTICULTURAL SOCIETY (REGISTERED NO: 02419964)
(A REGISTERED CHARITY LIMITED BY GUARANTEE) (CHARITY NO: 702017)**

**COUNCIL OF MANAGEMENT'S REPORTS ON THE GROUP ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

RESULTS AND FINANCIAL POSITION

Alongside many similar organisations, our trading company Harrogate Flower Show Limited has faced significant challenges in 2020. The outbreak of COVID-19 and subsequent restrictions imposed have led to the cancellation of both Spring and Autumn flower shows, resulting in a significant financial loss being incurred by the organisation. In such unprecedented times, the Directors of the trading company are acutely aware of the core aims and ambitions of the charity and, in addition to cost economics already planned for the trading company, all available government aid has been utilised in order to support the business and its employees through the ongoing crisis. Such support includes the utilisation of a six year government-backed Coronavirus Business Interruption Loan (CBILS) to the value of £250,000. The finance was secured through the trading company to enable cash flow across 2020. The loan is interest free, with a repayment holiday for the first 12 months.

The financial losses incurred by the trading company mean that no gift (2019: £12,625) is payable in 2020, with the only source of income for the charity accrued via any income generated by held investments.

Despite such challenges, the trading company has continued to promote horticulture on behalf of the parent charity through a variety of means, including virtual engagement and remote relationship building. Part of such costs is charitable expenditure and is separately identified in the SoFA. During the year, the charitable expenditure incurred by the subsidiary on behalf of the charity totalled £35,484 (2019: £505,297).

The Income and Expenditure Account shows a gain of £28,359 (2019: £147,686) on investments, in addition to highlighting that charitable donations of £1,517 (2019: £45,001) were made.

THE CHARITY'S RESERVES POLICY

The reserves are required to meet the objects of the Charity. The reserves held at the end of the period were £922,588, (2019: £1,240,592) which all are unrestricted funds.

The designated reserve is maintained at a level which would ensure that, should circumstances beyond the control of the charity result in the cancellation of the shows, this would not result in the demise of the Harrogate Flower Show. This was highlighted in 2000 and 2001 when the fuel crisis and the foot and mouth epidemic could have led to such an eventuality. As a result a designated reserve of £750,000 (2019: £750,000) is maintained.

INVESTMENT POLICY AND TARGET RETURN

The charity has an investment committee comprising the chairman, vice-chairman and company secretary and up to two other members of council who meet as necessary and report regularly to the executive committee of the charity.

The aim of the committee is to manage investments conservatively, to obtain a balanced portfolio and a return in line with current market conditions and, in the long term, some capital gain.

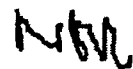
To do this the committee makes use of the CCLA charity funds and has two portfolios of investments managed by two brokers, who submit regular reports and advice and meet with the investments committee.

RISK MANAGEMENT

The trustees have an on-going policy of reviewing the major risks to which the charity is exposed and systems have been and are being established to mitigate those risks by means of increasing the weather independence of the shows, a major factor in their success. There are obviously factors beyond the control of the charity which may result in the cancellation or curtailment of shows.

A Health & Safety Officer is consulted leading up to and during all events to ensure the charity conforms with all current legislation.

Signed on behalf of the Council on 10 March 2021.



Lady P. L. Mowbray:
Trustee

**THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)**

**INDEPENDENT EXAMINER'S REPORT TO THE COUNCIL OF MANAGEMENT OF THE NORTH OF ENGLAND
HORTICULTURAL SOCIETY**

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 December 2020.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER

The charity's trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under part 16 of the Companies Act 2006 or section 144 (2) of the Charities Act 2011 (the 2011 Act) and that independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act,
- to follow the procedures laid down in the general directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act, and
- to state whether particular matters have come to my attention

BASIS OF INDEPENDENT EXAMINER'S STATEMENT

My examination was carried out in accordance with general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention:

1.) which gives me reasonable cause to believe that, in any material respect, the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the 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)

have not been met; or

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

Graham French
Fellow of the Institute of Chartered accountants
Chartered Accountants and Registered Auditors
Tattersall House
East Parade
Harrogate
North Yorkshire
HG1 5LT

Date: 10 March 2021

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2020
(INCLUDING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT)
SUMMARY INCOME AND EXPENDITURE ACCOUNT

	Notes	UNRESTRICTED £	TOTAL 2020 £	2019 £
INCOMING RESOURCES				
Voluntary income:				
Members subscriptions and donations	5	1,600	1,600	2,170
Income from other trading activities:				
Commercial trading operations	9	7,246	7,246	1,600,182
Investment income				
	11	20,645	20,645	26,157
Other operating income				
Government grants		66,687	66,687	-
TOTAL INCOMING RESOURCES		<u>96,178</u>	<u>96,178</u>	<u>1,628,509</u>
RESOURCES EXPENDED				
Costs of generating funds:				
Trading expenses	9	329,125	329,125	957,578
Expenditure on charitable activities:				
Donations, grants and sponsorship	7	1,517	1,517	45,001
Charitable expenditure by subsidiary	8	35,484	35,484	505,297
Other expenditure:				
Support costs	6	76,415	76,415	92,398
TOTAL RESOURCES EXPENDED		<u>442,541</u>	<u>442,541</u>	<u>1,600,274</u>
NET INCOMING/(OUTGOING) RESOURCES		(346,363)	(346,363)	28,235
Net gains/(losses) on investments		28,359	28,359	147,686
NET INCOME AND EXPENDITURE AND NET MOVEMENT IN FUNDS BEFORE TAXATION		<u>(318,004)</u>	<u>(318,004)</u>	<u>175,921</u>
Corporation tax	19	-	-	-
NET INCOME AND EXPENDITURE AND NET MOVEMENT IN FUNDS AFTER TAXATION		<u>(318,004)</u>	<u>(318,004)</u>	<u>175,921</u>
Fund balances brought forward		1,240,592	1,240,592	1,064,671
FUND BALANCES CARRIED FORWARD		<u>922,588</u>	<u>922,588</u>	<u>1,240,592</u>

The statement of financial activities incorporates the income and expenditure account and the results for the year derive from continuing activities and there are no gains or losses other than those shown above.

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY (REGISTERED NUMBER: 02419964)
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

CONSOLIDATED BALANCE SHEET
AT 31 DECEMBER 2020

	Notes	2020		2019	
		£	£	£	£
FIXED ASSETS					
Tangible assets	12		20,983		20,785
Investments	13		991,120		1,097,882
			1,012,103		1,118,667
CURRENT ASSETS					
Stocks	14	2,942		2,942	
Debtors	15	4,465		155,106	
Cash at bank and in hand		236,110		257,559	
		243,517		415,607	
CREDITORS: amounts falling due within one year	16	(117,732)		(293,682)	
NET CURRENT LIABILITIES			125,785		121,925
CREDITORS: amounts falling due after more than one year	17	(215,300)		-	
			(215,300)		-
NET ASSETS			922,588		1,240,592
UNRESTRICTED FUNDS					
General	20		471,522		489,850
Non-charitable trading	20		(298,934)		742
Designated	20		750,000		750,000
TOTAL FUNDS			922,588		1,240,592

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the companies Act 2006.

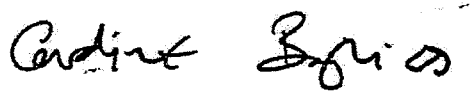
The directors acknowledge their responsibility for complying with the requirements of the act with respect to accounting records and for the preparation of the accounts.

The trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Council on 10 March 2021 and signed on its behalf by the following members:



C.S.H. Smith



C.J. Bayliss

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY (REGISTERED NUMBER: 02419964)
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

COMPANY BALANCE SHEET
AT 31 DECEMBER 2020


		2020		2019	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	12		18,969		17,888
Investments	13		<u>991,124</u>		<u>1,097,886</u>
			1,010,093		1,115,774
CURRENT ASSETS					
Debtors	15	61,804		76,916	
Cash at bank and in hand		<u>172,959</u>		<u>68,771</u>	
		234,763		145,687	
CREDITORS: amounts falling due within one year	16	<u>(23,334)</u>		<u>(21,611)</u>	
NET CURRENT ASSETS			211,429		124,076
NET ASSETS			<u>1,221,522</u>		<u>1,239,850</u>
UNRESTRICTED FUNDS					
General	20		471,522		489,850
Designated	20		750,000		750,000
TOTAL FUNDS			<u>1,221,522</u>		<u>1,239,850</u>

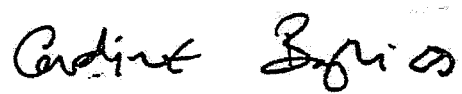
For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the act with respect to accounting records and for the preparation of the accounts.

The trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Council on 10 March 2021 and signed on its behalf by the following members:


C.S.H. Smith


C.J. Bayliss

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY (REGISTERED NUMBER: 02419964)
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
Cash flows from operating activities			
Cash generated from operations	1	(172,012)	(8,270)
Investment income		20,645	26,157
Net cash from operating activities		<u>(151,367)</u>	<u>17,887</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(5,203)	(6,712)
Purchase of fixed asset investments		(372,919)	(384,992)
Proceeds from sale of fixed asset investments		508,040	433,969
Net cash from investing activities		<u>129,918</u>	<u>42,265</u>
Increase/(decrease) in cash and cash equivalents in the year		<u>(21,449)</u>	<u>60,152</u>
Cash and cash equivalents at the beginning of the year	2	257,559	197,407
Cash and cash equivalents at the end of the year	2	<u><u>236,110</u></u>	<u><u>257,559</u></u>

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY (REGISTERED NUMBER: 02419964)
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

COMPANY STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
Cash flows from operating activities			
Cash generated from operations	1	(46,375)	(62,591)
Investment income		20,645	26,157
Net cash from operating activities		<u>(25,730)</u>	<u>(36,434)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(5,203)	(6,712)
Purchase of fixed asset investments		(372,919)	(384,992)
Proceeds from sale of fixed asset investments		508,040	433,969
Net cash from investing activities		<u>129,918</u>	<u>42,265</u>
Increase/(decrease) in cash and cash equivalents in the year		<u>104,188</u>	<u>5,831</u>
Cash and cash equivalents at the beginning of the year	2	68,771	62,940
Cash and cash equivalents at the end of the year	2	<u><u>172,959</u></u>	<u><u>68,771</u></u>

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY (REGISTERED NUMBER: 02419964)
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

1 RECONCILIATION OF (DEFICIT)/SURPLUS BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	GROUP		COMPANY	
	2020	2019	2020	2019
	£	£	£	£
(Deficit)/Surplus before taxation	(318,004)	175,921	(18,328)	95,023
Depreciation charges	5,005	4,458	4,122	3,521
Loss/(Gain) on disposals	-	1,690	-	1,252
Investment income	(20,645)	(26,157)	(20,645)	(26,157)
Loss/(Gain) on investments	(28,359)	(147,686)	(28,359)	(147,686)
	<u>(362,003)</u>	<u>8,226</u>	<u>(63,210)</u>	<u>(74,047)</u>
Decrease/(increase) in inventories	-	137	-	-
Decrease/(increase) in trade and other debtors	150,641	5,262	15,112	7,772
(Decrease)/increase in trade and other creditors	39,350	(21,895)	1,723	3,684
Cash generated from operations	<u>(172,012)</u>	<u>(8,270)</u>	<u>(46,375)</u>	<u>(62,591)</u>

2 CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

	GROUP		COMPANY	
Year ended 31 December 2020	31/12/2020	01/01/2020	31/12/2020	01/01/2020
	£	£	£	£
Cash and cash equivalents	236,110	257,559	172,959	68,771

	GROUP		COMPANY	
Year ended 31 December 2019	31/12/2019	01/01/2019	31/12/2019	01/01/2019
	£	£	£	£
Cash and cash equivalents	257,559	197,407	68,771	62,940

**THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1 STATUTORY INFORMATION

The North of England Horticultural Society is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page. The charity is a public benefit entity. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

2 ACCOUNTING POLICIES

Basis of preparation

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 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the Charities Act 2011.

The North of England Horticultural Society 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

Basis of Consolidation

These financial statements consolidate the results of the charity and its wholly owned subsidiary, Harrogate Flower Show Limited, on a line by line basis. A separate Statement of Financial Activities, or income and expenditure account, for the charity itself is not presented because the charity has taken advantage of the exemptions afforded by Section 408 of the Companies Act 2006

Going Concern

The trustees are of the view that there are no material uncertainties about the charity's ability to continue, and the accounts have therefore been prepared on a going concern basis.

Incoming resources

Income is the amount derived from the provision of goods and services, and stated after trade discounts, other sales taxes and VAT.

Trading income

Income from commercial activities is included in the period in which the group is entitled to receipt.

Income received for next year's shows is treated as deferred income.

Subscriptions and donations

Income from subscriptions and donations is included in incoming resources when they are receivable.

Investment income

Interest earned by the charity is included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. Dividends are brought to account in the Statement of Financial Activities when

Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered. Expenditure which is directly attributable to specific activities has been included in these cost categories. Where costs are attributable to more than one activity, they have been apportioned across categories on a basis consistent with the use of these resources.

Finance and operating leases

Rentals applicable to operating leases are charged to the Statement of Financial Activities over the period they are incurred. Assets obtained under finance leases are capitalised as tangible fixed assets. Obligations under such leases are included in creditors net of finance charge allocated to future periods. The finance element of each payment is charged to the Statement of Financial Activities so as to produce a constant periodic rate on the net obligation outstanding in each period.

Depreciation of tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset, other than cups, medals, trophies and plaques, over its useful life:

All classes of fixed assets are included at historical cost and assets below a value of £500 are not considered material and so not capitalised.

Impairment reviews occur when there is an indication that the assets may be impaired.

Fixtures and fittings:	10-15% per annum on cost
Motor Vehicles:	20% per annum on cost
Show ground improvements:	Over 9 years on a straight line basis
Website Development:	25% per annum on cost

Investments

Investments are stated at market value at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluations and disposals throughout the year

Irrecoverable VAT

The charity and its trading subsidiary are VAT registered and are partially exempt. VAT is reclaimed where possible and any irrecoverable VAT is taken to the Income and Expenditure account.

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2 ACCOUNTING POLICIES - continued

Fund accounting

Funds held by the charity are either:

Unrestricted general funds, which are funds which can be used in accordance with the charitable objects at the discretion of the Council of Management.

Designated funds, which are funds set aside by the Council of Management out of unrestricted general funds for specific future purposes.

Government grants

Government grants related to the purchase of assets are treated as deferred income and allocated to the profit and loss account over the useful lives of the related assets while grants related to expenses are recognised in the profit and loss account when received.

Stocks

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

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial Instruments

The trust 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.

Support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

The contributions made for the accounting period are treated as an expense and were £6,422 (2019: £7,278)

The contributions are treated as Costs of generating funds and are trading expenses of the subsidiary. They form part of the unrestricted funds of the group.

Related parties

As the company prepares publicly available consolidated financial statements, the company has taken advantage of the available exemption and has therefore not disclosed transactions or balances with its wholly owned subsidiaries.

Charitable expenditure

During the shows, the subsidiary promotes horticulture on behalf of the parent charity through a variety of means, including exhibitions, displays and sponsorship. The group deems that part of the costs of hosting the shows is charitable expenditure, and separately identifies such expenses.

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

3 FINANCIAL PERFORMANCE OF THE CHARITY

The consolidated statement of financial activities includes the results of the charity's wholly owned subsidiary. The summary financial performance of the charity alone is:

	2020	2019
	£	£
Income	17,100	21,170
Government grants	10,000	-
Gift aid from subsidiary	-	12,625
Investment income	20,645	26,157
	<u>47,745</u>	<u>59,952</u>
Expenditure on charitable activities	(1,517)	(3,718)
Support costs	(92,915)	(107,645)
(Loss)/profit on disposal	-	(1,252)
Gains/(losses) on investments	28,359	147,686
Net income	<u>(18,328)</u>	<u>95,023</u>
Fund balances brought forward	1,239,850	1,144,827
Fund balances carried forward	<u>1,221,522</u>	<u>1,239,850</u>
Represented by:		
Unrestricted income funds	<u>1,221,522</u>	<u>1,239,850</u>

4 (DEFICIT)/SURPLUS OF FUNDS FOR THE YEAR

(Deficit)/Surplus of funds is stated after charging:	2020	2019
Staff costs	210,740	252,131
Auditor's fees for audit services	-	4,510
Independent examiner's fees	1,050	-
Auditor's fees for accountancy and other services	5,211	8,187
Operating lease costs	29,256	34,426
Depreciation	5,005	4,458

5 INCOME FROM MEMBERS SUBSCRIPTIONS AND DONATIONS

	2020	2019
	£	£
Members subscriptions	1,190	1,120
Donations and grants	410	1,050
	<u>1,600</u>	<u>2,170</u>

6 SUPPORT COSTS

	2020	2019
	£	£
Rent and rates	28,389	34,583
Insurance	12,926	10,186
Light and heat	2,372	-
Hire of plant and machinery	1,400	1,546
Telephone	1,137	756
Travel expenses	218	525
Bank charges and interest	291	69
Printing, postage and stationery	1,131	8,516
Computer expenses	7,296	7,194
Sundry expenses	391	2,013
Depreciation of fixtures and fittings	3,122	2,521
Depreciation of motor vehicles	1,000	1,000
(Profit)/Loss on disposals	-	1,252
Auditors remuneration	-	2,260
Independent examination	1,050	-
Accountancy	5,211	4,516
Legal and professional fees including investment management costs	10,481	15,461
	<u>76,415</u>	<u>92,398</u>

**THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

7 DONATIONS, GRANTS AND SPONSORSHIP

	2020	2019
	£	£
Sponsorship of Show Gardens	-	41,283
Donations	1,000	1,528
Grants	-	-
Other sponsorship and subscriptions	517	2,190
	<u>1,517</u>	<u>45,001</u>

During the year, the annual small grant scheme was withheld, and nil grants issued (2019:£nil) in order to review the giving policy of the organisation going forward. Financial support continued to be given to individuals, groups and organisations taking part in the creation of show gardens and community borders at spring and autumn events, whilst sponsorship of awards relating to the promotion of horticulture in the north of England was also maintained.

Support costs associated with grant making activities form part of the overall support costs but are not separately identified.

8 CHARITABLE EXPENDITURE BY THE SUBSIDIARY

During the shows, Harrogate Flower Show Limited promotes horticulture through a variety of means, including exhibitions, displays and sponsorship. The Charity deems that part of the costs of hosting the shows is charitable expenditure, and is shown as such in these accounts. A breakdown of the charitable expenditure by the subsidiary is shown below:

	2020	2019
	£	£
Rent	4,200	140,203
Marquees	21,674	144,219
Staging	7,641	10,925
Floral Art	364	21,020
Judges expenses	-	8,721
Prize Money	90	68,818
Show Features	1,515	50,385
Sponsorship	-	41,283
Charitable expenses	-	1,860
Salaries	-	17,863
	<u>35,484</u>	<u>505,297</u>

9 RESULTS OF SUBSIDIARY UNDERTAKING

The Charity has a trading subsidiary undertaking, Harrogate Flower Show Limited, which is incorporated in England and Wales (registered number 02485663). The registered office address is the same as the parent, and can be found on the Company Information page. The subsidiary undertaking runs two flower shows each year. A summary of its trading results is shown below:

	2020	2019
	£	£
Turnover	7,246	1,600,182
Cost of sales	(84,012)	(762,983)
Gross profit	<u>(76,766)</u>	<u>837,199</u>
Charitable expenditure	(35,484)	(505,297)
Administration expenses	(244,113)	(238,378)
Other operating income	56,687	-
Net (loss)/profit before tax	<u>(299,676)</u>	<u>93,524</u>
Net (loss)/profit after tax	(299,676)	93,524
Amount gifted to The North of England Horticultural Society	-	(12,625)
Surplus / (deficit)	<u>(299,676)</u>	<u>80,899</u>

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

9 RESULTS OF SUBSIDIARY UNDERTAKING - continued

	2020	2019
	£	£
Turnover of the subsidiary comprises of:		
Revenue from sales of goods	-	24,330
Revenue from provision of services	7,246	1,575,852
	<u>7,246</u>	<u>1,600,182</u>
Trading expenses of the subsidiary comprises of:		
Cost of sales	84,012	762,983
Administration expenses	244,113	238,378
Less: management charge to The North of England Horticultural Society	16,500	16,500
Add: management charge from The North of England Horticultural Society	(15,500)	(19,000)
Donations and sponsorship	-	(41,283)
	<u>329,125</u>	<u>957,578</u>
Other operating income:		
Government grants	56,687	-
	<u>56,687</u>	<u>-</u>

10 ANALYSIS OF STAFF COSTS, TRUSTEE REMUNERATION AND EXPENSES, AND THE COST OF KEY MANAGEMENT PERSONNEL

	2020	2019
	£	£
Wages and salaries	186,153	226,880
Social security costs	18,165	17,972
Pension costs	6,422	7,278
	<u>210,740</u>	<u>252,130</u>
Other employee benefits	8,725	8,491
All employees are employed by the subsidiary undertaking.	No.	No.
The average monthly number of employees during the period was made up as follows:		
Office and management:	6	7
	<u>6</u>	<u>7</u>

Members of the Council of Management's emoluments:

The Memorandum and Articles of Association do not provide for the Council of Management to receive remuneration or other benefits arising from their membership thereof. No member of the Council of Management received any expenses (2019: nil).

The key management personnel of the parent charity comprise the trustees, Show Director and Company Secretary. These also comprise the key management personnel of the group. The total employee benefits of the key management personnel were £72,100 (2019: £86,920).

All of the directors of the subsidiary undertaking are also members of the Council of Management with the exception of D. Matthewman, who is an independent director of the subsidiary. None of the directors received any remuneration from the subsidiary undertaking.

The number of employees whose emoluments as defined for taxation purposes amounted to over £60,000 in the year was as follows:

	2020	2019
	£	£
£60,001 - £70,000:	1	1

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

11 INTEREST AND OTHER INCOME RECEIVABLE

	2020 £	2019 £
Dividends & other distributions	20,645	26,157
	<u>20,645</u>	<u>26,157</u>

12 TANGIBLE FIXED ASSETS

	Website Development	Show ground improvements	Motor Vehicles	Fixtures and fittings	Trophies, plaques & medals	Total
GROUP	£	£	£	£	£	£
Costs:						
At 1 January 2020	6,205	125,999	5,000	31,454	811	169,469
Additions	-	-	-	5,203	-	5,203
Disposals	-	-	-	-	-	-
At 31 December 2020	<u>6,205</u>	<u>125,999</u>	<u>5,000</u>	<u>36,657</u>	<u>811</u>	<u>174,672</u>
Depreciation:						
At 1 January 2020	6,205	125,999	3,000	13,480	-	148,684
Charge for year	-	-	1,000	4,005	-	5,005
Disposals	-	-	-	-	-	-
At 31 December 2020	<u>6,205</u>	<u>125,999</u>	<u>4,000</u>	<u>17,485</u>	<u>-</u>	<u>153,689</u>
Net book value						
At 31 December 2020	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>19,172</u>	<u>811</u>	<u>20,983</u>
Net book value						
At 31 December 2019	<u>-</u>	<u>-</u>	<u>2,000</u>	<u>17,974</u>	<u>811</u>	<u>20,785</u>
			Motor Vehicles	Fixtures and fittings	Trophies, plaques & medals	Total
COMPANY			£	£	£	£
Costs:						
At 1 January 2020			5,000	25,208	811	31,019
Additions			-	5,203	-	5,203
Disposals			-	-	-	-
At 31 December 2020			<u>5,000</u>	<u>30,411</u>	<u>811</u>	<u>36,222</u>
Depreciation:						
At 1 January 2020			3,000	10,130	-	13,130
Charge for year			1,000	3,123	-	4,123
On disposals			-	-	-	-
At 31 December 2020			<u>4,000</u>	<u>13,253</u>	<u>-</u>	<u>17,253</u>
Net book value						
At 31 December 2020			<u>1,000</u>	<u>17,158</u>	<u>811</u>	<u>18,969</u>
Net book value						
At 31 December 2019			<u>2,000</u>	<u>15,077</u>	<u>811</u>	<u>17,888</u>

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

13 FIXED ASSETS INVESTMENTS

	Listed £	Unlisted £	Total £
GROUP			
Market Value			
At 1 January 2020			
Acquisitions at cost	1,097,882	-	1,097,882
Sale proceeds from disposals	372,919	-	372,919
Gain in the year	(508,040)	-	(508,040)
At 31 December 2020	<u>28,359</u>	<u>-</u>	<u>28,359</u>
	<u>991,120</u>	<u>-</u>	<u>991,120</u>
Historic cost at 31 December 2020	<u>820,543</u>	<u>-</u>	<u>820,543</u>
Historic cost at 31 December 2019	<u>941,031</u>	<u>-</u>	<u>941,031</u>
COMPANY			
Market Value			
At 1 January 2020			
Acquisitions at cost	1,097,882	4	1,097,886
Sale proceeds from disposals	372,919	-	372,919
Gain in the year	(508,040)	-	(508,040)
At 31 December 2020	<u>28,359</u>	<u>-</u>	<u>28,359</u>
	<u>991,120</u>	<u>4</u>	<u>991,124</u>
Historic cost at 31 December 2020	<u>820,543</u>	<u>4</u>	<u>820,547</u>
Historic cost at 31 December 2019	<u>941,031</u>	<u>4</u>	<u>941,035</u>

All listed investments are shown every year at market value, obtained from the investment management reports.

Investments are held primarily to provide an Investment Return for the Charity.

All listed investments are UK listed securities. The unlisted investments for the company consist of 100% of the issued share capital of the trading subsidiary, Harrogate Flower Show Limited, a company incorporated in England and Wales.

Shares held in the subsidiary Harrogate Flower Show Limited are ordinary shares and the charity controls 100% of the voting rights.

	2020	2019
	£	£
Aggregate capital and reserves	(298,934)	742
(Loss)/Profit in the year	(299,676)	80,899

14 STOCKS

	GROUP		COMPANY	
	2020	2019	2020	2019
	£	£	£	£
Merchandise products	<u>2,942</u>	<u>2,942</u>	<u>-</u>	<u>-</u>
	<u>2,942</u>	<u>2,942</u>	<u>-</u>	<u>-</u>

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

15 DEBTORS

	GROUP		COMPANY	
	2020	2019	2020	2019
	£	£	£	£
Trade debtors	-	42,812	-	-
Other debtors	1,967	3,954	1,967	3,954
Owed by group undertaking	-	-	44,337	53,962
Prepayments and accrued income	2,498	108,340	15,500	19,000
	<u>4,465</u>	<u>155,106</u>	<u>61,804</u>	<u>76,916</u>

16 CREDITORS – AMOUNTS FALLING DUE WITHIN ONE YEAR

	GROUP		COMPANY	
	2020	2019	2020	2019
	£	£	£	£
Bank loans and overdraft	34,700	-	-	-
Other taxes and social security costs	18,210	19,246	-	-
Accrued expenses and deferred income	59,916	264,575	19,110	19,517
Trade creditors	4,906	9,861	4,224	2,094
	<u>117,732</u>	<u>293,682</u>	<u>23,334</u>	<u>21,611</u>

Deferred income comprises advance ticket sales and trade stand bookings related to the Spring 2021 Flower Show to be held in May 2021.

	2020	2019
	£	£
Balance as at 1 January	260,598	288,559
Amount released to income from commercial trading operations	(260,598)	(288,559)
Amount deferred in the year	56,738	260,598
Balance as at 31 December	<u>56,738</u>	<u>260,598</u>

17 CREDITORS-AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	GROUP		COMPANY	
	2020	2019	2020	2019
	£	£	£	£
Bank loans - 1-2 years	52,050	-	-	-
Bank loans - 2-5 years	156,150	-	-	-
Bank loans - more than 5 yrs by instalments	7,100	-	-	-
	<u>215,300</u>	<u>-</u>	<u>-</u>	<u>-</u>

The loan is a Coronavirus Business Interruption Loan. This carries a government guarantee for £200,000. The balance is unsecured.

18 OPERATING LEASE-GROUP

The total of future minimum lease payments under non-cancellable operating leases are:

	2020	2019
	£	£
Not later than one year:	246,681	247,381
Later than one year and not later than five years:	153,410	224,047
Later than five years:	67,320	75,480
	<u>467,411</u>	<u>546,908</u>

19 TAXATION

The tax charge on incoming resources for the year was as follows:

	2020	2019
	£	£
Current tax:		
UK corporation tax	-	-
	<u>-</u>	<u>-</u>

The company, as a registered charity, is exempt from taxation. The tax charge above relates entirely to the company's subsidiary undertaking.

THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

19 TAXATION - continued

	2020	2019
	£	£
Subsidiary tax reconciliation		
Profit/(loss) on ordinary activities before tax (see note 9)	(299,676)	93,524
Profit/(loss) on ordinary activities multiplied by the standard rate of corporation tax in the UK (19%)	(56,938)	17,770
Effects of:		
Donation to parent charity	-	(2,399)
Loss carried forward	-	(15,371)
Loss to carry forward against future profits	56,938	-
	<u>-</u>	<u>-</u>

20 ANALYSIS OF CHARITABLE FUNDS

ANALYSIS OF UNRESTRICTED FUNDS OF THE CHARITY GROUP

	Subsidiary trading funds	General	Designated	Total
	£	£	£	£
Balance at 1 January 2020	742	489,850	750,000	1,240,592
Income	7,246	47,745	-	54,991
Expenditure	(306,922)	(94,432)	-	(401,354)
Gains and losses	-	28,359	-	28,359
Balance at 31 December 2020	<u>(298,934)</u>	<u>471,522</u>	<u>750,000</u>	<u>922,588</u>

COMPANY

	General	Designated	Total
	£	£	£
Balance at 1 January 2020	489,850	750,000	1,239,850
Income	47,745	-	47,745
Expenditure	(94,432)	-	(94,432)
Gains and losses	28,359	-	28,359
Balance at 31 December 2020	<u>471,522</u>	<u>750,000</u>	<u>1,221,522</u>

In accordance with the Charity's Reserves Policy, as set out in the 'Council of Management's Report on the Group Accounts' on page 4, the Council of Management have designated funds to the future show contingency fund.

ANALYSIS OF UNRESTRICTED FUNDS OF THE CHARITY - PREVIOUS YEAR GROUP

	Subsidiary trading funds	General	Designated	Total
	£	£	£	£
Balance at 1 January 2019	(80,156)	394,827	750,000	1,064,671
Income	1,600,182	59,952	-	1,660,134
Expenditure	(1,519,284)	(112,615)	-	(1,631,899)
Gains and losses	-	147,686	-	147,686
Balance at 31 December 2019	<u>742</u>	<u>489,850</u>	<u>750,000</u>	<u>1,240,592</u>

**THE NORTH OF ENGLAND HORTICULTURAL SOCIETY
(A REGISTERED CHARITY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

20 ANALYSIS OF CHARITABLE FUNDS - continued

COMPANY	General	Designated	Total
Balance at 1 January 2019	394,827	750,000	1,144,827
Income	59,952	-	59,952
Expenditure	(112,615)	-	(112,615)
Gains and losses	147,686	-	147,686
Balance at 31 December 2019	<u>489,850</u>	<u>750,000</u>	<u>1,239,850</u>

21 RELATED PARTY TRANSACTIONS

During the year, Newby Hall purchased sales space and advertising within the Harrogate Spring Flower Show to the value of £nil (2019: £657). The society has rented office space from Newby Hall to the value of £19,587 (2019:£4,416). L Compton is employed by Newby Hall, a sole trading business operated by her husband (R Compton). At the balance sheet date, £nil is outstanding. Stephen Smith Garden and Leisure purchased advertising space from Harrogate Flower Show Limited, totalling £nil (2019: £500) during the year. This is a partnership in which C Smith is a partner. At the balance sheet date, £nil is outstanding.