

**Lichfield and Hatherton Canals Restoration Trust Limited**

Trustees' report and financial statements

For the year ended 31 December 2020

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Contents**

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	Page
<b>Reference and administrative details of the company, its Trustees and advisers</b>	1
<b>Chair's statement</b>	2 - 3
<b>Finance report</b>	4 - 5
<b>Trustees' report</b>	6 - 9
<b>Independent examiner's report</b>	10 - 11
<b>Consolidated statement of financial activities</b>	12
<b>Consolidated balance sheet</b>	13
<b>Company balance sheet</b>	14
<b>Notes to the financial statements</b>	15 - 33

The following pages do not form part of the statutory financial statements:

<b>Finance report</b>	4-5
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**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Reference and administrative details of the company, its Trustees and advisers**  
**For the year ended 31 December 2020**

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<b>Trustees</b>	C M Bull, Chair J N March R O Williams P H Buck C M Howles H J Bryan S J Szulc L H Walker P J Hancock D W Lord Rev'd B Williams S L Webster
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<b>Company registered number</b>	02456172
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<b>Charity registered number</b>	702429
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<b>Registered office</b>	Island House Moor Road Chesham Buckinghamshire HP5 1WA
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<b>Company secretary</b>	P J Hancock
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<b>President</b>	E Wood
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<b>Accountants</b>	Dains LLP 15 Colmore Row Birmingham B3 2BH
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**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Chair's statement**  
**For the year ended 31 December 2020**

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The chair presents her statement for the year.

The year began with restoration work curtailed by exceptionally wet weather. Then the COVID pandemic further disrupted not just restoration work but, more damagingly, our fundraising opportunities.

The start of the Events calendar each year has been for many years the catchily named "Eric and Doreen's All Day Coffee Morning": a wonderful Easter garden party at our founder's home by the canal in Whittington. Normally this sets the scene for all the other events of the year; in 2020 it did the same, but sadly because it set the scene for all events being cancelled under Government health restrictions.

The accounts show that income has suffered, but they also demonstrate that it was not as damaging as we feared it would be. There are several reasons for this:

- Restoration work had to be restricted to those areas which would have posed safety risks if not undertaken, hence less expenditure on materials.
- Youth groups, student groups, corporate and WRG volunteering were all cancelled, again saving costs.
- With lockdown our towpaths have seen an enormous increase in use. This has resulted in an unprecedented increase in new members, and also new volunteers.
- Our communications team have purposefully increased the Trust's presence, and in new ways, on social media, our website, YouTube and the press. Within this are new ways for supporters around the world to donate money using secure specialist social media platforms.
- Sadly, we have had serious thefts during the year which were reported immediately on our social media. The public have been very generous in response alongside insurance claims.

There have also been, as usual in any year, applications for specific funds and The Trust has been successful with South Staffordshire Water's Pebble Fund and DPD's ECO Fund. However, the National Lottery Heritage Fund suspended our planned major grant bid whilst dealing with their demand for supporting Covid-hit charities. The Trust itself launched a successful 20-20 Vision Piling Appeal in April to contribute to the expensive steel sheets for piling, which needs to be used where there is insufficient space to restore the canal with banks and batters, donors being acknowledged with named metal tags fixed to the piles.

The singular efforts of three people, knowing how COVID would drastically reduce our usual fundraising activities, are worth noting. In Ohio a member has walked the 14 mile length of the Lichfield and Hatherton Canal in his American neighbourhood! A Grounds team volunteer hiked up, and knee-achingly down Ben Nevis. Each achieved over £800 in sponsorship. And our benchmarker extraordinaire continues to make benches to order – now not far off having made 100 – many of which provide welcome resting points along the popular Heritage Towpath Trail.

Alongside all these exceptional turns of events, the multifarious "behind the scenes" work of LHCRT has continued. Key preoccupations have been working with Lichfield District Council, Staffordshire County Council, the County Council's infrastructure contractor, Amey and commercial developers.

2020 seemed to present LHCRT with more than the normal number of planning applications by third parties which could impact on our work. Hence, our planning and civil engineering experts particularly have spent a lot of time examining and responding to them and liaising closely with planning officers. The Trust acknowledges and is most grateful for the willing and superbly knowledgeable assistance of the Inland Waterways Association's West Midlands Planning Officer (a voluntary role) in a number of complex cases and issues.

Transfer of land from Staffordshire County Council for the new diversionary route of the canal at Falkland Road also required exceptional time by several Trustees and officers of LHCRT.

**Lichfield and Hatherton Canals Restoration Trust Limited**  
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**Chair's statement (continued)**  
**For the year ended 31 December 2020**

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Throughout 2020 extensive and regular discussions and negotiations have occurred to ensure that other contiguous developments would not jeopardise canal restoration. Most notable in this was Persimmon's St John's development and Amey's by pass extension through that site. Extensive co-operative working by civil engineers of LHCRT, Amey and Persimmon have eventually overcome the prohibitive Lichfield Southern Bypass "pinch point" with an innovative engineering solution for preserving heritage Lock 23 and thus saving the enormous cost of an alternative structure.

Given the very strange year which 2020 turned out to be, LHCRT has weathered the storm rather well, conducted online meetings on Zoom and Teams, and very much looks forward to getting back to normal.



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C M Bull  
Chair

Date: 1 June 2021

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Finance report**  
**For the year ended 31 December 2020**

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**BALANCE SHEET**

**FIXED ASSETS**

Realisable freehold assets are the two Ogley Cottages No.271 and No.272 where the whole of infilled Lock 1 runs across their front gardens at the Lichfield Canal summit on the eastern outskirts of Brownhills. Whilst depreciated in the accounts to £465,150, their market value is estimated to be about £540,000. Both are jointly subject to a legal mortgage to the Charity Bank to secure the loan shown under Liabilities, initially towards the canal tunnel under Birmingham Road in 2007 and increased in 2018 to contribute to the Tunnel Vision Fund for extending that tunnel under the adjacent railway, delayed by Staffordshire County Council from 2018 for reasons beyond the Trust's control.

Unrealisable areas of land donated by District and County Councils brought the number of canal site possessions to seventeen at a historic cost of £165,686. Outside the Trust's possession, over 25 years there have been 12 areas of donated land and structures built by or for LHCRT at a historic cost of £2,413,963 but do not have a realisable value due to their dedicated locations.

Owned plant and machinery had a depreciated value of at £1,386 despite the machinery returning good value due to well organised regular maintenance. Additionally, with thanks to Plant Director, Steve Webster, substantial high-value items of his privately-owned plant have been made available for Trust work. £1,000 capital is held in the (non-charitable) subsidiary Retail Trading Co.

**CURRENT ASSETS**

The only debtor is an amount due from the subsidiary company of £974.

Bank balances follow the Trust's Reserves Policy as "restricted", "designated" and "unrestricted", such funds being held for purchase of Land and Property, Plant and Restoration work, and administration whereby Trust Directors consider the need to build up funds for projected expenditure. Payments of £35,280 due for planned invoices from the Social Investment Business Group grant awarded for Summerhill in 2015 remain in reserve pending planning decisions on Department for Transport land surrounding the M6Toll aqueduct. The ongoing David Suchet Tunnel Vision Appeal has raised a gross income of £613,000 before related costs, well short of £1,000,000 target set by SCC in 2016 but still serves as a measure for match funding needed towards grants for the much higher anticipated cost of those proposed works under the Cross-City railway line.

**LIABILITIES**

Reserved funds of £35,280 remain available from the SIB grant for outstanding planned work on the Summerhill section. The Charity Bank mortgage loan, increased to £375,500 in 2018 repayable over 25 years secured by legal charges on Ogley Cottages No.271 and 272, had reduced to £355,695, serving as an investment to attract further funding for the Lichfield Canal tunnel project noted above.

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Finance report**  
**For the year ended 31 December 2020**

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**INCOME**

Membership subscriptions and donations produced £12,882 (Trust + Marketing), supplemented with voluntary donations of £3,752 by 32% of members for which we are always grateful. This makes the average amount of £15.23 per paying member, considered better than increasing the fees to all members and maybe falling short of this value. The average cost of servicing all members was £2.55 per head which is down to 21.6% of basic subscriptions.

Donations continued to flow into established funds as appeals ran their course with donors from home and abroad responding to global promotion on YouTube from 2019. A successful new initiative in April was the sponsored 20-20 Piling Appeal which raised nearly £22,000 with donors acknowledged by having specified names embossed on metal tags fixed on sections of piling.

Marketing and Retail suffered income reduction to nearly £15,000, (2019 £17,310 excluding Huddlesford event) due to Covid restrictions on events.

**EXPENDITURE**

At Hatherton, £7,561 residual balance was paid to Stantec (UK) Ltd for their comprehensive Water Supply Study funded by a £10,000 Community Infrastructure Levy grant from Cannock Chase Council. On the 500m section of original canal with Lock 5 donated by Cannock Council at Wedges Mills, south of the A5 by Bridgtown, the Trust is responsible for occasional maintenance issues and overseeing approved drainage outfall into the Wyrley Brook which was diverted into the canal by the water authority after abandonment 60 years ago.

The Lichfield Canal continues to be the main focus of restoration work where Trust and some visiting volunteer teams made substantial progress despite Covid-19 compulsory health restrictions. Structures at Fosseyway Heath came closer to completion and extended into the new diversion in "Zone A" beside Falkland Road donated by Staffordshire County Council. Some 85metres of new channel was excavated, lined with concrete, block walls and sponsored steel piling. By Tamworth Road, a revised City Council 40-year Lease provided for extending Gallows Wharf at London Road to Gallows Reach towards Cricket Lane with provision for a footbridge over the canal to maintain the public connection with Longbridge Road. Both Ogley Cottages incurred maintenance costs, retaining satisfactory tenants managed by two separate local Letting Agents.

Labour, Management and administration costs were underpinned by unstinting personal input from Directors, Officers and Volunteers. Extensive negotiations with determined support took place both "behind the scenes" and "on the ground" to defend the Trust's position against bureaucratic developments with a variety of demanding planning issues and determining construction works.

**CONCLUSION**

Dedicated application by Trust and visiting volunteer teams through difficult times still resulted in achievements producing vital changes for public benefit, evidenced by structured volunteer time records, converted by value to £655,144 for the year.

Approved by order of the members of the board of Trustees on 1 June 2021 and signed on its behalf by:

  
**R. O. WILLIAMS**  
Finance Director

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Trustees' report**  
**For the year ended 31 December 2020**

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The Trustees present their annual report together with the financial statements of the Lichfield and Hatherton Canals Restoration Trust Limited for the year 1 January 2020 to 31 December 2020. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the group and the company qualify as small under section 383 of the Companies Act 2006, the Group strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

**Objectives and activities**

**a. Policies and objectives**

The principal objective and activity of the Company is the promotion of the restoration of the Hatherton Branch of the Staffordshire and Worcestershire Canal and the Wyrley and Essington Canal from the Ogley Junction to Huddlesford Junction including the provision of new routes where restoration is impractical.

The Trustees have the day to day running of the charity, assisted by the officers focusing on specific subjects.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

**b. Public Benefit**

The Trustees of the charity are aware of the Charity Commission's guidance on public benefit and this now forms part of the Induction Pack for new Trustees.

The Public Benefit provided by the Charity include:

- conserving the environment
- preserving a beautiful landscape
- developing an amenity available to all

The beneficiaries are all members of the public and local community. Further details can be found in the Chairman's statement and the Operating and financial review.

**Achievements and performance**

**a. Review of Transactions and Financial Position**

Details of the transactions, which disclose a surplus for the year of £59,461 (2019 - surplus of £39,159) and financial position are fully set out in the Statement of Financial Activities, Balance Sheet and associated notes.

Monies have been invested during the year, in accordance with the powers available to the Trustees. The Company's assets are available and adequate to fulfil its obligations.



**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Trustees' report (continued)**  
**For the year ended 31 December 2020**

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**Financial review**

**a. Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

The Trustees have considered the impact of the Covid-19 pandemic on its operations in 2021. An opportunity to pursue a major grant application to the National Lottery Heritage Fund had to be deferred due to their policy to divert extensive emergency funding to support vulnerable charities. However, by maintaining strict health restrictions, Trust volunteer teams used existing resources and new funding initiatives to continue valuable restoration work on the Lichfield Canal.

**b. Reserves policy**

The Trustees have examined the charity's requirements for reserves in light of the main risks to the organisation.

It is the Trustee's policy to maintain sufficient reserves to finance the day to day running of the charity for a period of approximately 12 months. The unrestricted reserves of the group at 31 December 2020 amounted to £269,323 (2019 - £257,930) and will be sufficient to support the charity in the immediate future. However, after consideration of fixed assets and the bank loan, the charity is carrying deficit free reserves of £7,204.

The Trustees have reviewed the major internal and external risks to which the charity is exposed and systems have been established to mitigate those risks. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

**Structure, governance and management**

**a. Constitution**

Lichfield and Hatherton Canals Restoration Trust Limited is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 1 December 1989.

It is registered as a charity with the Charity Commission, number 702429, and constituted under a Memorandum of Association. Anyone over the age of 18 can be a member of the company and there are almost 1,900 members, each of whom agree to contribute, whilst being a member or for a period of twelve months following ceasing to be a member, an amount not exceeding £1 in the event of the charity winding up.

**b. Methods of appointment or election of Trustees**

The management of the group and the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Memorandum of Association.

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Trustees' report (continued)**  
**For the year ended 31 December 2020**

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**Structure, governance and management (continued)**

**c. Risk management**

The Trustees have assessed the major risks to which the group and the company are exposed, in particular those related to the operations and finances of the group and the company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

**Members' liability**

The members of the company guarantee to contribute an amount not exceeding £1 to the assets of the company in the event of winding up.

**Directors and Trustees**

The Directors of the charitable company (the charity) are its Trustees for the purpose of the charity law and throughout this report are collectively referred to as the Trustees.

The Trustees serving during the year can be seen on the reference and administrative page of these financial statements.

The Trust has made indemnity provisions for the benefit of the Directors which remain in force at the date of this report.

**Organisation**

The board of Trustees comprises not less than 5 and not more than 15 members unless otherwise determined by a General Meeting. The board ministers the charity, it meets at least 12 times per year and maintains a regular flow of information.

**Risk assessment**

The major risks to which the Charity is exposed have been identified and reviewed by the Trustees, and systems established to mitigate those risks. The Trustees have a risk management strategy which comprises:

- An annual review of the risks the charity may face;
- The establishment of systems and procedures to mitigate those risks identified by the plan; and
- The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Trustees' report (continued)**  
**For the year ended 31 December 2020**

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**Statement of Trustees' responsibilities**

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

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 group and the company and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the group and the company's transactions and disclose with reasonable accuracy at any time the financial position of the group and the 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 group and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees on 1 June 2021 and signed on their behalf by:



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**C M Bull**  
Chair

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Independent examiner's report**  
**For the year ended 31 December 2020**

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**Independent examiner's report to the Trustees of Lichfield and Hatherton Canals Restoration Trust Limited ('the group')**

I report to the charity Trustees on my examination of the consolidated accounts of the group comprising the Lichfield and Hatherton Canals Restoration Trust Limited ('the parent company') and its subsidiary undertakings for the year ended 31 December 2020.

**Responsibilities and basis of report**

As the Trustees of the parent company (and its directors for the purposes of company law) you are responsible for the preparation of the consolidated accounts of the group in accordance with the requirements of the Companies Act 2006 ('the 2006 Act') and you have chosen to prepare consolidated accounts for the group. You are satisfied that the accounts of both parent company and the group are not required by either company or charity law to be audited and have chosen instead to have an independent examination.

Having satisfied myself that the consolidated accounts are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the group's accounts carried out under section 152 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 152(5)(b) of the 2011 Act.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently I express no opinion as to whether the consolidated accounts present a 'true and fair' view and my report is limited to those specific matters set out in the independent examiner's statement.

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Independent examiner's report (continued)**  
**For the year ended 31 December 2020**

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**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 the parent company and its subsidiaries 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.

This report is made solely to the company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the company's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the parent company and the company's Trustees as a body, for my work or for this report.

Signed:   
Mark Gurney FCCA

Dated: 1 June 2021

Dains LLP  
Birmingham

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Consolidated Statement of financial activities (incorporating income and expenditure account)**  
**For the year ended 31 December 2020**

	<b>Note</b>	<b>Unrestricted funds 2020 £</b>	<b>Restricted funds 2020 £</b>	<b>Total funds 2020 £</b>	<b>Total funds 2019 £</b>
<b>Income from:</b>					
Donations and legacies	4	<b>44,428</b>	<b>124,667</b>	<b>169,095</b>	156,526
Other trading activities	6	<b>2,721</b>	-	<b>2,721</b>	3,026
Investments	5	<b>19,203</b>	-	<b>19,203</b>	17,849
<b>Total income</b>		<b>66,352</b>	<b>124,667</b>	<b>191,019</b>	177,401
<b>Expenditure on:</b>					
Raising funds	7,8	<b>5,110</b>	-	<b>5,110</b>	11,608
Charitable activities	9	<b>51,354</b>	<b>75,094</b>	<b>126,448</b>	126,634
<b>Total expenditure</b>		<b>56,464</b>	<b>75,094</b>	<b>131,558</b>	138,242
<b>Net income</b>		<b>9,888</b>	<b>49,573</b>	<b>59,461</b>	39,159
Transfers between funds	19	<b>1,505</b>	<b>(1,505)</b>	-	-
<b>Net movement in funds</b>		<b>11,393</b>	<b>48,068</b>	<b>59,461</b>	39,159
<b>Reconciliation of funds:</b>					
Total funds brought forward		<b>257,930</b>	<b>565,189</b>	<b>823,119</b>	783,960
Net movement in funds		<b>11,393</b>	<b>48,068</b>	<b>59,461</b>	39,159
<b>Total funds carried forward</b>		<b>269,323</b>	<b>613,257</b>	<b>882,580</b>	823,119

The notes on pages 15 to 33 form part of these financial statements.

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Consolidated balance sheet**  
**As at 31 December 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	13	632,222	645,330
<b>Current assets</b>			
Stocks	15	1,576	1,613
Debtors	16	-	5,986
Cash at bank and in hand		640,607	573,456
		<u>642,183</u>	<u>581,055</u>
Creditors: amounts falling due within one year	17	(46,075)	(47,050)
<b>Net current assets</b>		<u>596,108</u>	<u>534,005</u>
<b>Total assets less current liabilities</b>		<u>1,228,330</u>	<u>1,179,335</u>
Creditors: amounts falling due after more than one year	18	(345,750)	(356,216)
<b>Total net assets</b>		<u><u>882,580</u></u>	<u><u>823,119</u></u>
<b>Charity funds</b>			
Restricted funds	19	613,257	565,189
Unrestricted funds	19	269,323	257,930
<b>Total funds</b>		<u><u>882,580</u></u>	<u><u>823,119</u></u>

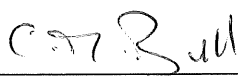
The company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees on 01 June 2021 and signed on their behalf by:



**C M Bull**  
Chair

The notes on pages 15 to 33 form part of these financial statements.

**Lichfield and Hatherton Canals Restoration Trust Limited**  
(A company limited by guarantee)

**Company balance sheet**  
**As at 31 December 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	13	632,222	645,330
Investments	14	1,000	1,000
		<u>633,222</u>	<u>646,330</u>
<b>Current assets</b>			
Debtors	16	974	7,273
Cash at bank and in hand		640,209	572,782
		<u>641,183</u>	<u>580,055</u>
Creditors: amounts falling due within one year	17	(46,075)	(47,050)
<b>Net current assets</b>		<u>595,108</u>	<u>533,005</u>
<b>Total assets less current liabilities</b>		<u>1,228,330</u>	<u>1,179,335</u>
Creditors: amounts falling due after more than one year	18	(345,750)	(356,216)
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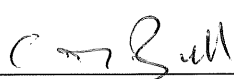
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The financial statements were approved and authorised for issue by the Trustees on 01 June 2021 and signed on their behalf by:

  
**C M Bull**  
Chair

The notes on pages 15 to 33 form part of these financial statements.



**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

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**1. General information**

Lichfield and Hatherton Canals Restoration Trust is a private company limited by guarantee, registered in England and Wales and registered as a Charity with the Charity Commission for England and Wales. Its company and charity registered numbers and registered office address are shown on page 1 of these financial statements. The principal activity of the company in the year under review was that of the promotion of the restoration of the Hatherton Branch of the Staffordshire and Worcestershire Canal and the Wyrley and Essington Canal from Ogley Junction to Huddlesford Junction including the provision of new routes where restoration is impractical.

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Lichfield and Hatherton Canals Restoration Trust 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.

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the company and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements.

The income and expenditure account for the year dealt with in the accounts of the charitable company was an overall net income of £59,461 (2019 - net income of £39,159).

**2.2 Company status**

The charity is a company limited by guarantee. The members of the company are the Trustees named on page 1. 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.

**2.3 Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

The Trustees have considered the impact of the Covid-19 pandemic on its operations in 2021. An opportunity to pursue a major grant application to the National Lottery Heritage Fund had to be deferred due to their policy to divert extensive emergency funding to support vulnerable charities. However, by maintaining strict health restrictions, Trust volunteer teams used existing resources and new funding initiatives to continue valuable restoration work on the Lichfield Canal.

## **2. Accounting policies (continued)**

### **2.4 Income**

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

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the company, can be reliably measured.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the company's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the company which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

### **2.5 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

## **2. Accounting policies (continued)**

### **2.5 Expenditure (continued)**

Expenditure on raising funds includes all expenditure incurred by the group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

### **2.6 Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

### **2.7 Taxation**

The company 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 company 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.

### **2.8 Tangible fixed assets and depreciation**

Tangible fixed assets costing £1,000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined to be the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold buildings	- 50 years straight line
Plant and machinery	- 4 years straight line
Fixtures and fittings	- 10 years straight line

### **2.9 Investments**

Investments in subsidiaries are valued at cost less provision for impairment.

**2. Accounting policies (continued)**

**2.10 Stocks**

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

**2.11 Debtors**

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

**2.12 Cash at bank and in hand**

Cash at bank and 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.

**2.13 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated statement of financial activities as a finance cost.

**2.14 Financial instruments**

The group 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**2. Accounting policies (continued)**

**2.15 Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the group and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

**3. Critical accounting estimates and areas of judgement**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Critical areas of judgement:

Tangible fixed assets are depreciated over their useful lives taking into account residual values where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In re-assessing the asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual values consider such things as future market conditions, the remaining life of the asset and projected disposal values.

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**4. Income from donations and legacies**

	<b>Unrestricted funds 2020 £</b>	<b>Restricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Donations	44,428	124,667	<b>169,095</b>
	<b>Unrestricted funds 2019 £</b>	<b>Restricted funds 2019 £</b>	<b>Total funds 2019 £</b>
Donations	66,490	90,036	156,526

**5. Investment income**

	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Rent receivable	17,745	<b>17,745</b>
Interest receivable	1,458	<b>1,458</b>
	<b>19,203</b>	<b>19,203</b>
	<b>Unrestricted funds 2019 £</b>	<b>Total funds 2019 £</b>
Rent receivable	15,349	15,349
Interest receivable	2,500	2,500
	<b>17,849</b>	<b>17,849</b>

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**6. Income from other trading activities**

**Income from non charitable trading activities**

	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Trading subsidiary income	2,721	2,721

	<b>Unrestricted funds 2019 £</b>	<b>Total funds 2019 £</b>
Trading subsidiary income	3,026	3,026

**7. Expenditure on raising funds**

**Trading expenses**

	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Trading subsidiary expenditure	1,747	1,747

	<b>Unrestricted funds 2019 £</b>	<b>Total funds 2019 £</b>
Trading subsidiary expenditure	1,739	1,739

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

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**8. Investment management costs**

	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Ogley cottage fees and costs	3,363	3,363
	<u>          </u>	<u>          </u>

	<b>Unrestricted funds 2019 £</b>	<b>Total funds 2019 £</b>
Ogley cottage fees and costs	9,869	9,869
	<u>          </u>	<u>          </u>



**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**9. Analysis of expenditure on charitable activities**

**Summary by fund type**

	<b>Unrestricted funds 2020 £</b>	<b>Restricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Lichfield canal costs	-	45,797	<b>45,797</b>
Canal restoration expenses	-	27,561	<b>27,561</b>
Interest payable	14,600	-	<b>14,600</b>
Insurance	3,313	-	<b>3,313</b>
Depreciation	14,108	-	<b>14,108</b>
Administration costs	1,435	-	<b>1,435</b>
Marketing costs	2,148	-	<b>2,148</b>
Membership & magazine costs	5,133	-	<b>5,133</b>
Governance	10,617	1,736	<b>12,353</b>
	<b>51,354</b>	<b>75,094</b>	<b>126,448</b>
	<b>Unrestricted funds 2019 £</b>	<b>Restricted funds 2019 £</b>	<b>Total funds 2019 £</b>
Lichfield canal costs	6,054	15,000	21,054
Canal restoration expenses	7,377	41,757	49,134
Interest payable	16,630	-	16,630
Insurance	4,138	-	4,138
Depreciation	16,024	-	16,024
Administration costs	2,596	-	2,596
Marketing costs	7,044	-	7,044
Membership & magazine costs	5,285	-	5,285
Governance	4,729	-	4,729
	<b>69,877</b>	<b>56,757</b>	<b>126,634</b>

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**10. Analysis of expenditure by activities**

	<b>Activities undertaken directly 2020 £</b>	<b>Support costs 2020 £</b>	<b>Total funds 2020 £</b>
Lichfield canal costs	45,797	-	<b>45,797</b>
Canal restoration expenses	27,561	-	<b>27,561</b>
Interest payable	-	14,600	<b>14,600</b>
Insurance	-	3,313	<b>3,313</b>
Depreciation	-	14,108	<b>14,108</b>
Administration costs	-	1,435	<b>1,435</b>
Marketing costs	-	2,148	<b>2,148</b>
Membership & magazine costs	-	5,133	<b>5,133</b>
Governance	-	12,353	<b>12,353</b>
	<b>73,358</b>	<b>53,090</b>	<b>126,448</b>

	<b>Activities undertaken directly 2019 £</b>	<b>Support costs 2019 £</b>	<b>Total funds 2019 £</b>
Lichfield canal costs	21,054	-	21,054
Canal restoration expenses	49,134	-	49,134
Interest payable	-	16,630	16,630
Insurance	-	4,138	4,138
Depreciation	-	16,024	16,024
Administration costs	-	2,596	2,596
Marketing costs	-	7,044	7,044
Membership & magazine costs	-	5,285	5,285
Governance	-	4,729	4,729
	<b>70,188</b>	<b>56,446</b>	<b>126,634</b>

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**11. Independent examiner's remuneration**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Fees payable to the company's independent examiner for the examination of the annual accounts	<b>850</b>	<b>825</b>

**12. Trustees' remuneration and expenses**

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 December 2020, no Trustee expenses have been incurred (2019 - £NIL).

**13. Tangible fixed assets**

**Group and Company**

	<b>Freehold land and buildings £</b>	<b>Plant and machinery £</b>	<b>Fixtures and fittings £</b>	<b>Total £</b>
<b>Cost or valuation</b>				
At 1 January 2020	<b>734,186</b>	<b>61,971</b>	<b>10,090</b>	<b>806,247</b>
Additions	<b>-</b>	<b>1,000</b>	<b>-</b>	<b>1,000</b>
At 31 December 2020	<b>734,186</b>	<b>62,971</b>	<b>10,090</b>	<b>807,247</b>
<b>Depreciation</b>				
At 1 January 2020	<b>91,980</b>	<b>58,847</b>	<b>10,090</b>	<b>160,917</b>
Charge for the year	<b>11,370</b>	<b>2,738</b>	<b>-</b>	<b>14,108</b>
At 31 December 2020	<b>103,350</b>	<b>61,585</b>	<b>10,090</b>	<b>175,025</b>
<b>Net book value</b>				
At 31 December 2020	<b>630,836</b>	<b>1,386</b>	<b>-</b>	<b>632,222</b>
At 31 December 2019	<b>642,206</b>	<b>3,124</b>	<b>-</b>	<b>645,330</b>

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**14. Fixed asset investments**

<b>Company</b>	<b>Shares in group undertakings £</b>
<b>Cost</b>	
At 1 January 2020	<u>1,000</u>
<b>At 31 December 2020</b>	<u><b>1,000</b></u>
<b>Net book value</b>	
<b>At 31 December 2020</b>	<u><b>1,000</b></u>
At 31 December 2019	<u>1,000</u>

The parent company holds the whole of the equity share capital of the Lichfield & Hatherton Canals Retail Trading Ltd, a company incorporated in England and Wales. Its principal activity is to carry out the trading activities of the charity.

**15. Stocks**

	<b>Group 2020 £</b>	<b>Group 2019 £</b>
Finished goods and goods for resale	<u><b>1,576</b></u>	<u>1,613</u>

**16. Debtors**

	<b>Group 2020 £</b>	<b>Group 2019 £</b>	<b>Company 2020 £</b>	<b>Company 2019 £</b>
Amounts owed by group undertakings	-	-	<b>974</b>	1,287
Prepayments and accrued income	-	5,986	-	5,986
	<u>-</u>	<u>5,986</u>	<u><b>974</b></u>	<u>7,273</u>

The amounts due from the subsidiary undertaking represents the gift aid payment together with normal commercial recharges.

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**17. Creditors: Amounts falling due within one year**

	<b>Group 2020 £</b>	<b>Group 2019 £</b>	<b>Company 2020 £</b>	<b>Company 2019 £</b>
Bank loan	<b>9,945</b>	8,760	<b>9,945</b>	8,760
Other creditors	<b>850</b>	825	<b>850</b>	825
Accruals and deferred income	<b>35,280</b>	37,465	<b>35,280</b>	37,465
	<b>46,075</b>	47,050	<b>46,075</b>	47,050

**18. Creditors: Amounts falling due after more than one year**

	<b>Group 2020 £</b>	<b>Group 2019 £</b>	<b>Company 2020 £</b>	<b>Company 2019 £</b>
Bank loan	<b>345,750</b>	356,216	<b>345,750</b>	356,216

The bank loan is secured by way of legal charges over the freehold property dated 19 September 2006 and 21 September 2018.

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**19. Statement of funds**

**Statement of funds - current year**

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/(out) £	Balance at 31 December 2020 £
<b>Unrestricted funds</b>					
<b>Designated funds</b>					
Club 500 Capital Fund	1,578	3,288	(1,590)	(1,632)	1,644
Land and Property Fund	725	-	-	597	1,322
Restoration and Site budget	36	5,382	(5,221)	-	197
Tunnel Vision Fund	2,014	-	-	5,986	8,000
Restoration & Plant Fund	1,000	-	-	-	1,000
Severn Trent Water Fund	-	5,000	-	-	5,000
Canal professional costs	-	-	(7,561)	8,696	1,135
	<u>5,353</u>	<u>13,670</u>	<u>(14,372)</u>	<u>13,647</u>	<u>18,298</u>
<b>General funds</b>					
General Funds	<u>252,577</u>	<u>52,682</u>	<u>(42,092)</u>	<u>(12,142)</u>	<u>251,025</u>
<b>Total Unrestricted funds</b>	<u>257,930</u>	<u>66,352</u>	<u>(56,464)</u>	<u>1,505</u>	<u>269,323</u>
<b>Restricted funds</b>					
Land and Property Fund	1,013	1,023	-	7,191	9,227
Restoration and Plant Fund	4,444	37,307	(37,117)	-	4,634
Tunnel Vision Fund	512,614	49,586	-	-	562,200
Brick Appeal	420	100	-	-	520
Funds Deposit	537	-	(200)	-	337
SIB "Summerhill" Grant	37,465	-	(2,185)	-	35,280
Canal professional costs	8,696	-	-	(8,696)	-
Special purpose income	-	14,674	(14,674)	-	-
Piling Appeal Fund	-	21,977	(20,918)	-	1,059
	<u>565,189</u>	<u>124,667</u>	<u>(75,094)</u>	<u>(1,505)</u>	<u>613,257</u>
<b>Total of funds</b>	<u>823,119</u>	<u>191,019</u>	<u>(131,558)</u>	<u>-</u>	<u>882,580</u>

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**19. Statement of funds (continued)**

**Statement of funds - prior year**

	<b>Balance at 1 January 2019 £</b>	<b>Income £</b>	<b>Expenditure £</b>	<b>Transfers in/(out) £</b>	<b>Balance at 31 December 2019 £</b>
<b>Unrestricted funds</b>					
<b>Designated funds</b>					
Club 500 Capital Fund	1,705	1,662	(1,789)	-	1,578
Land and Property Fund	1,322	-	(597)	-	725
Restoration and Site budget	93	3,390	(3,447)	-	36
Tunnel Vision Fund	-	-	-	2,014	2,014
Restoration & Plant Fund	1,000	-	-	-	1,000
	<u>4,120</u>	<u>5,052</u>	<u>(5,833)</u>	<u>2,014</u>	<u>5,353</u>
<b>General funds</b>					
General Funds	<u>253,031</u>	<u>82,313</u>	<u>(75,652)</u>	<u>(7,115)</u>	<u>252,577</u>
<b>Total Unrestricted funds</b>	<u>257,151</u>	<u>87,365</u>	<u>(81,485)</u>	<u>(5,101)</u>	<u>257,930</u>
<b>Restricted funds</b>					
Land and Property Fund	1,817	1,013	(1,817)	-	1,013
Restoration and Plant Fund	3,831	18,050	(17,437)	-	4,444
Tunnel Vision Fund	481,061	54,553	(28,101)	5,101	512,614
Brick Appeal	-	420	-	-	420
Funds Deposit	1,729	-	(1,192)	-	537
SIB "Summerhill" Grant	38,371	-	(906)	-	37,465
Canal professional costs	-	16,000	(7,304)	-	8,696
	<u>526,809</u>	<u>90,036</u>	<u>(56,757)</u>	<u>5,101</u>	<u>565,189</u>
<b>Total of funds</b>	<u>783,960</u>	<u>177,401</u>	<u>(138,242)</u>	<u>-</u>	<u>823,119</u>

**19. Statement of funds (continued)**

***Summary of Designated Funds***

***Club 500***

50% of subscriptions to the Trust's "500 Club" are distributed to its members through a quarterly draw, the remaining 50% being retained for capital expenditure on restoration work.

***Land and Property Fund***

See details under restricted funds.

***Restoration and Site budget***

See details under restricted funds.

***Tunnel Vision Fund***

See details under restricted funds.

***Restoration & plant fund***

The fund holds money donated for general restoration works and use of operating plant for those works. It is not expected to accumulate any large reserves except temporarily after receipt of any large gifts or legacies or in preparation for financing a specific project.

***Severn Trent Water Fund***

Funding received towards fish replacement at Tamworth Road.

**Summary of Restricted Funds**

***Land and Property Fund***

This fund is money held for the purchase, lease or licence of land or property for the canal and associated expenses. It is intended to build up a long term resource to meet future opportunities as they arise.

***Restoration and Site budget***

The fund holds money allocated for general restoration works and use of operating plant for those works.

***Tunnel Vision Fund***

A new objective started in 2014 as the "David Suchet Tunnel Vision Appeal" towards the cost of installing canal tunnels under major rail and road crossings which is expected to be strongly promoted with a high target through 2017 to 2020.

***Brick Appeal***

This fund is money donated for the purchase of bricks for restoration work. Expenditure relates closely to income and it is not anticipated that any large reserves will be accumulated in this fund.

***Funds deposit***



**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**19. Statement of funds (continued)**

Accumulated fund to provide a deposit in support of any particular grant application.

***SIB "Summerhill" Grant***

Social Investment Business Group grant of £336,000 accepted 29th December 2014 for Lichfield Canal Summerhill' project against payments and invoices for planned development. The transfer out of this fund relates to costs which had been incurred on the project before the creation of the fund.

***Canal professional costs***

*Cannock Chase Council's cabinet awarded £10,000 to the charity to allow it to commission a water supply study of the supply to the restored Hatherton canal.*

***Piling Appeal Fund***

A new public appeal in 2020 enabling donors to have a personal tag attached to the steel piling at the highly visible section beside Falkland Road and Tamworth Road to acknowledge their contribution.

**20. Summary of funds**

**Summary of funds - current year**

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2020 £
Designated funds	5,353	13,670	(14,372)	13,647	18,298
General funds	252,577	52,682	(42,092)	(12,142)	251,025
Restricted funds	565,189	124,667	(75,094)	(1,505)	613,257
	<b>823,119</b>	<b>191,019</b>	<b>(131,558)</b>	<b>-</b>	<b>882,580</b>

**Summary of funds - prior year**

	Balance at 1 January 2019 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2019 £
Designated funds	4,120	5,052	(5,833)	2,014	5,353
General funds	253,031	82,313	(75,652)	(7,115)	252,577
Restricted funds	526,809	90,036	(56,757)	5,101	565,189
	<b>783,960</b>	<b>177,401</b>	<b>(138,242)</b>	<b>-</b>	<b>823,119</b>

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

**21. Analysis of net assets between funds**

**Analysis of net assets between funds - current period**

	<b>Unrestricted funds 2020 £</b>	<b>Restricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Tangible fixed assets	632,222	-	<b>632,222</b>
Current assets	(6,354)	648,537	<b>642,183</b>
Creditors due within one year	(10,795)	(35,280)	<b>(46,075)</b>
Creditors due in more than one year	(345,750)	-	<b>(345,750)</b>
<b>Total</b>	<b>269,323</b>	<b>613,257</b>	<b>882,580</b>

**Analysis of net assets between funds - prior period**

	<b>Unrestricted funds 2019 £</b>	<b>Restricted funds 2019 £</b>	<b>Total funds 2019 £</b>
Tangible fixed assets	645,330	-	645,330
Current assets	(21,599)	602,654	581,055
Creditors due within one year	(9,585)	(37,465)	(47,050)
Creditors due in more than one year	(356,216)	-	(356,216)
<b>Total</b>	<b>257,930</b>	<b>565,189</b>	<b>823,119</b>

**Lichfield and Hatherton Canals Restoration Trust Limited**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**For the year ended 31 December 2020**

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**22. Principal subsidiaries**

The following was a subsidiary undertaking of the company:

<b>Name</b>	<b>Company number</b>	<b>Class of shares</b>	<b>Holding</b>
Lichfield & Hatherton Canals Retail Trading Ltd	03686837	Ordinary	100%

The financial results of the subsidiary for the year were:

<b>Name</b>	<b>Income 2020 £</b>	<b>Expenditure 2020 £</b>	<b>Net assets 31 December 2020 £</b>
Lichfield & Hatherton Canals Retail Trading Ltd	<b>2,721</b>	<b>1,747</b>	<b>1,000</b>