

Hudswell Community Charity
Unaudited Financial Statements
31 October 2020

IAN CRISOP ACCOUNTANCY

Chartered accountants
Unit 1, Borough House Business Centre,
5 Borough Road, Richmond,
North Yorkshire
DL10 4SX

Hudswell Community Charity

Financial Statements

Year ended 31 October 2020

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Hudswell Community Charity

Trustees' Annual Report

Year ended 31 October 2020

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 October 2020.

Reference and administrative details

Registered charity name	Hudswell Community Charity
Charity registration number	1161514
Principal office	Sheep Dip Cottage Hudswell Richmond North Yorkshire DL11 6BQ

The trustees

Rev M Fletcher
Mr P Chapman
Mr M T Booth
Ms J A Sumner
Mrs S Sadler
Mrs S C Fern-Williams
Mr I Whinray

Independent examiner	Mr R I Crisp Unit 1, Borough House Business Centre, 5 Borough Road, Richmond, North Yorkshire DL10 4SX
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Structure, governance and management

The Charity is governed by a board of trustees who meet on a regular basis and is constituted under the Charities' Act 2011.

Objectives and activities

Charitable objects

The prevention or relief of poverty and the relief of sickness in Hudswell and the surrounding areas.

Activities

Hudswell Community Charity fulfils its objectives through providing housing for those who are in need, providing grants to young people in higher education and with the maintenance, improvement or provision of public amenities.

Hudswell Community Charity

Trustees' Annual Report *(continued)*

Year ended 31 October 2020

Achievements and performance

Plews and Thompson Cottages

Throughout the last year all six of our properties have been fully let to local families and individuals. Our achievements in having six units to let to local residents or those with a strong local connection and, in particular in having built three new home in 2017, continue to attract interest from other community organisations seeking to do the same and we have hosted two visits and spoke at several community led housing events during the year.

St Michael and All Angels Church

There has been significant progress on this project during the year. Following a village survey and research into potential demand the Charity concluded that the best future use for the building would be as a small hostel and small meeting space. We believe that this will provide a viable future use for the building that will preserve its character, respect its setting and its history and add to the village amenities by providing a means to stay in Hudswell that is not currently met by any other provision.

To take this idea forward we have secured an in-principle agreement with the Church Commissioners that they will transfer the building and surrounding land to the charity at no cost. The Church Commissioners have negotiated an agreement with the owner of the land between the church and the road that he will also transfer ownership at no cost because the project is a not for profit venture that will benefit the local community. Both agreements have yet to be finally approved, but we are not aware of any outstanding issues that will prevent their completion.

We have secured a grant of £15,000 towards that, together with the £1,000 that we won by being chosen by the 'Dalesman' as the best village in Yorkshire, have given us sufficient funds to begin the design work leading to a planning application, and will help to pay for a consultant to help us with business planning and fund raising and meet the legal fees involved with the land transfer. Further grant aid to support this initial phase of feasibility work is being sought.

We have appointed local firm Evolve Architectural Services to undertake the design work and prepare a planning application. We have also had an initial consultation with planning officers which has indicated that our proposal is in line with planning policy and that, providing we meet certain conditions, is likely to receive planning consent.

We have established a new company, called "Hudswell Hostel @ St Michaels Ltd" which will be the legal owner of the hostel. This is a company limited by guarantee that is wholly owned by Hudswell Charity. This will ensure that the Charity has no financial liability for the Hostel. The directors of the company are Susan Ferns-Williams, Martin Booth, Rev Martin Fletcher, Ian Whinray and Annie Sumner and we also have Andrew Boyle as a non director member of our board. This company reports to the Charity Trustees.

We have appointed Sydney Thornbury from "Never A Dull Moment" consultancy to help us with business planning. Sydney Thornbury has 20 years of experience developing sustainable business models for charities and social enterprises. She will be assisted by Jen Garrick who is the Marketing Director at The Art House in Wakefield and previously worked for Visit Lincolnshire and Rebecca Greenfield, who is the Head of Access and Engagement for the Yorkshire Dales National Park. We believe that their assistance will enable us to refine and present our proposal in such a way that will enable us to attract the major grant aid we will need to undertake the capital works.

Once the plans that she has agreed to work with us on have been finalised we will present them to the village once more for comment and discussion. Charity Trustees

Hudswell Community Charity

Trustees' Annual Report *(continued)*

Year ended 31 October 2020

Charity Trustees

Early last year our long-standing chair and trustee Don Farrer let us know that he wished to resign as a trustee. We reluctantly agreed to accept his resignation and wish to record our thanks in this report for all the work that Don has done over the last 20 years or more leading the work of the Charity. Susan Ferns-Williams agreed to take on the role of chair of the Charity and Ian Whinray agreed to join the trustees. Early in the year we were also joined by Rev Martin Fletcher, who takes up his position as a trustee by virtue of his role as the Rector of Richmond with Hudswell. He and Ian and Susan are joined by Martin Booth, Annie Sumner, Paul Chapman and Sheila Sadler as the trustees of Hudswell Community Charity.

Small grants

The Charity has continued to give the usual small grant to support local activities and those with young or disabled children.

Financial review

It is the goal of the Charity to maintain unrestricted funds at a level that equates to approximately 3 months unrestricted expenditure. This would provide sufficient funds to cover management, administration and support costs in adverse conditions.

The trustees' annual report was approved on 22 December 2020 and signed on behalf of the board of trustees by:



Mr M T Booth
Trustee

Hudswell Community Charity

Independent Examiner's Report to the Trustees of Hudswell Community Charity

Year ended 31 October 2020

I report to the trustees on my examination of the financial statements of Hudswell Community Charity ('the charity') for the year ended 31 October 2020.

Responsibilities and basis of report

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

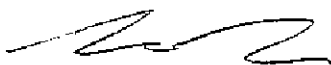
I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Mr R I Crisop
Independent Examiner

Unit 1, Borough House Business Centre,
5 Borough Road, Richmond,
North Yorkshire
DL10 4SX

22 December 2020

Hudswell Community Charlty

Statement of Financial Activities

Year ended 31 October 2020

		2020		2019
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Charitable activities	4	2,727	2,727	2,642
Investment income	5	36,444	36,444	34,265
Total income		<u>39,171</u>	<u>39,171</u>	<u>36,907</u>
Expenditure				
Expenditure on charitable activities	6,7	17,478	17,478	26,918
Total expenditure		<u>17,478</u>	<u>17,478</u>	<u>26,918</u>
Net income and net movement in funds		<u>21,693</u>	<u>21,693</u>	<u>9,989</u>
Reconciliation of funds				
Total funds brought forward		423,339	423,339	413,350
Total funds carried forward		<u>445,032</u>	<u>445,032</u>	<u>423,339</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 7 to 13 form part of these financial statements.

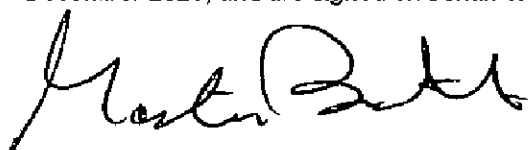
Hudswell Community Charity

Statement of Financial Position

31 October 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible fixed assets	12	631,674	632,543
Current assets			
Debtors	13	207	382
Cash at bank and in hand		59,052	33,620
		<u>59,259</u>	<u>34,002</u>
Creditors: amounts falling due within one year	14	16,080	7,006
Net current assets		<u>43,179</u>	<u>26,996</u>
Total assets less current liabilities		674,853	659,539
Creditors: amounts falling due after more than one year	15	229,821	236,200
Net assets		<u>445,032</u>	<u>423,339</u>
Funds of the charity			
Unrestricted funds		445,032	423,339
Total charity funds	16	<u>445,032</u>	<u>423,339</u>

These financial statements were approved by the board of trustees and authorised for issue on 22 December 2020, and are signed on behalf of the board by:



Mr M T Booth
Trustee

The notes on pages 7 to 13 form part of these financial statements.

Hudswell Community Charity

Notes to the Financial Statements

Year ended 31 October 2020

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Sheep Dip Cottage, Hudswell, Richmond, North Yorkshire, DL11 6BQ.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Hudswell Community Charity

Notes to the Financial Statements *(continued)*

Year ended 31 October 2020

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Hudswell Community Charity

Notes to the Financial Statements *(continued)*

Year ended 31 October 2020

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	5% straight line
Plant and machinery	-	10% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Hudswell Community Charity

Notes to the Financial Statements (continued)

Year ended 31 October 2020

3. Accounting policies (continued)

Financial instruments (continued)

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Charitable activities

	Unrestricted Funds	Total Funds 2020	Unrestricted Funds	Total Funds 2019
	£	£	£	£
Renewable energy	<u>2,727</u>	<u>2,727</u>	<u>2,642</u>	<u>2,642</u>

5. Investment income

	Unrestricted Funds	Total Funds 2020	Unrestricted Funds	Total Funds 2019
	£	£	£	£
Rent and utilities contribution received	35,247	35,247	34,078	34,078
Bank interest receivable	<u>1,197</u>	<u>1,197</u>	<u>187</u>	<u>187</u>
	<u>36,444</u>	<u>36,444</u>	<u>34,265</u>	<u>34,265</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2020	Unrestricted Funds	Total Funds 2019
	£	£	£	£
Charitable activity	<u>17,478</u>	<u>17,478</u>	<u>26,918</u>	<u>26,918</u>

Hudswell Community Charity

Notes to the Financial Statements *(continued)*

Year ended 31 October 2020

7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Total funds 2020	Total fund 2019
	£	£	£
Charitable activity	<u>17,478</u>	<u>17,478</u>	<u>26,918</u>

8. Net income

Net income is stated after charging/(crediting):

	2020	2019
	£	£
Depreciation of tangible fixed assets	<u>869</u>	<u>869</u>

9. Independent examination fees

	2020	2019
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>360</u>	<u>360</u>

10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

2020	2019
£	£

The average head count of employees during the year was Nil (2019: Nil).

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

11. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

Hudswell Community Charity

Notes to the Financial Statements *(continued)*

Year ended 31 October 2020

12. Tangible fixed assets

	Freehold property £	Plant and machinery £	Total £
Cost			
At 1 November 2019 and 31 October 2020	<u>636,521</u>	<u>8,695</u>	<u>645,216</u>
Depreciation			
At 1 November 2019	10,935	1,738	12,673
Charge for the year	—	869	869
At 31 October 2020	<u>10,935</u>	<u>2,607</u>	<u>13,542</u>
Carrying amount			
At 31 October 2020	<u>625,586</u>	<u>6,088</u>	<u>631,674</u>
At 31 October 2019	<u>625,586</u>	<u>6,957</u>	<u>632,543</u>

13. Debtors

	2020 £	2019 £
Prepayments and accrued income	<u>207</u>	<u>382</u>

14. Creditors: amounts falling due within one year

	2020 £	2019 £
Bank loans and overdrafts	6,055	6,055
Accruals and deferred income	910	951
Other creditors	9,115	—
	<u>16,080</u>	<u>7,006</u>

15. Creditors: amounts falling due after more than one year

	2020 £	2019 £
Bank loans and overdrafts	<u>229,821</u>	<u>236,200</u>

Hudswell Community Charity

Notes to the Financial Statements *(continued)*

Year ended 31 October 2020

16. Analysis of charitable funds

Unrestricted funds

	At 1 November 2 019 £	Income £	Expenditure £	At 31 October 2 020 £
General funds	<u>423,339</u>	<u>39,171</u>	<u>(17,478)</u>	<u>445,032</u>

	At 1 November 2 018 £	Income £	Expenditure £	At 31 October 20 19 £
General funds	<u>413,350</u>	<u>36,907</u>	<u>(26,918)</u>	<u>423,339</u>

17. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	631,674	631,674
Current assets	59,259	59,259
Creditors less than 1 year	(16,080)	(16,080)
Creditors greater than 1 year	(229,821)	(229,821)
Net assets	<u>445,032</u>	<u>445,032</u>

	Unrestricted Funds £	Total Funds 2019 £
Tangible fixed assets	632,543	632,543
Current assets	34,002	34,002
Creditors less than 1 year	(7,006)	(7,006)
Creditors greater than 1 year	(236,200)	(236,200)
Net assets	<u>423,339</u>	<u>423,339</u>

Hudswell Community Charity

Management Information

Year ended 31 October 2020

The following pages do not form part of the financial statements.

Hudswell Community Charity

Detailed Statement of Financial Activities

Year ended 31 October 2020

	2020 £	2019 £
Income and endowments		
Charitable activities		
Renewable energy	<u>2,727</u>	<u>2,642</u>
Investment income		
Rent and utilities contribution received	35,247	34,078
Bank interest receivable	<u>1,197</u>	<u>187</u>
	<u>36,444</u>	<u>34,265</u>
Total income	<u>39,171</u>	<u>36,907</u>
Expenditure		
Expenditure on charitable activities		
Utilities	—	114
Repairs and maintenance	4,082	12,405
Insurance	589	760
Accountancy	860	360
Depreciation	869	869
Mortgage interest and bank charges	10,554	11,760
Sundry expenses	204	300
Donations	320	350
	<u>17,478</u>	<u>26,918</u>
Total expenditure	<u>17,478</u>	<u>26,918</u>
Net income	<u>21,693</u>	<u>9,989</u>

Hudswell Community Charity

Notes to the Detailed Statement of Financial Activities

Year ended 31 October 2020

	2020 £	2019 £
Expenditure on charitable activities		
Activity type 1		
<i>Activities undertaken directly</i>		
Utilities	—	114
Repairs & maintenance	4,082	12,405
Insurance	589	760
Accountancy	860	360
Depreciation	869	869
Mortgage interest and bank charges	10,554	11,760
Sundry expenses	204	300
Donations	320	350
	<u>17,478</u>	<u>26,918</u>
Expenditure on charitable activities	<u>17,478</u>	<u>26,918</u>