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Rydal Hall Limited

**Annual Report and Financial
Statements**

31 December 2018

**Company registration number: 02561024
Charity registration number: 1176419**



Rydal Hall Limited
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Rydal Hall Limited
Reference and Administrative Details

Charity name	Rydal Hall Limited	
Charity registration number	1176419	
Company registration number	02561024	
Principal office	Rydal Hall AMBLESIDE LA22 9LX	
Registered office	Church House Friargate PENRITH CA11 7XR	
Trustees	M P Jayne	
	D S Hurton	
	The Venerable V Ross	(Resigned 16 May 2018)
	J Rushton	
	Rev W E Sanders	(Appointed 17 April 2018)
	P N Yates	(Appointed 17 April 2018)
	Rev C J Butland	(Appointed 30 January 2018)
	Rev D M Wilmot	(Appointed 30 January 2018)
	The Venerable Dr R D Platt	(Appointed 8 June 2018)
Secretary	R D Jaques (Appointed 30 August 2018)	
Accountant	Dodd & Co Limited FIFTEEN Rosehill Montgomery Way Rosehill Estate CARLISLE CA1 2RW	

Rydal Hall Limited

Trustees' Report for the Year Ended 31 December 2018

The Trustees, who are directors of the Company for the purposes of company law, present their report together with the financial statements of the Charity for the year ended 31 December 2018.

Governing Document

Rydal Hall Limited was incorporated on 21 November 1990 as a trading subsidiary of Carlisle Diocesan Board of Finance. It obtained charity registration on 21 December 2017 (number 1176419) and started to operate as a charity from 1 January 2018. The company was established under a Memorandum of Association, which established the objects and powers of the charitable company and is governed under its Articles of Association as amended on 13 December 2013.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16 July 2014.

Appointment of Directors/Trustees

Up to three Trustees can be appointed by the Carlisle Diocesan Board of Finance for a three year term. Up to an additional five, who shall not be employees or officers of the Carlisle Diocesan Board of Finance, can be appointed by a resolution of the Trustees. One third (or the number nearest one third) of the Trustees appointed by resolution of the Trustees, must retire at a meeting called for that purpose. A retiring Trustee may be reappointed.

Trustees will, on a regular basis, assess the need for and provide any Trustee training as may be required.

Risk Assessment

The trustees have examined the major strategic, business and operational risks which the charity faces and confirms that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Investment powers and restrictions

The Trustees have the power to invest in such assets as they see fit after seeking suitable expert advice if considered necessary.

Objectives and Activities

The objects of the charity are:

- To promote and assist the work of the church of England for the advancement of the Christian religion in the Diocese of Carlisle and county of Cumbria
- To advance the Christian religion by (but without prejudice to the generality of the foregoing):
- Providing a welcome and retreat house and facilities for members of the public from within and outside the county wishing to learn about and/or practice the Christian religion;
- Developing and providing opportunities for growth in prayer, mission and spirituality within the Diocese of Carlisle and county of Cumbria;
- Such other exclusively charitable purposes according to the law of England and Wales that the trustees in their absolute discretion decide from time to time.

In setting the objectives of the charity the trustees have complied with the Charity Commission guidance on public benefit.

Achievements and Performance

Rydal Hall Limited was granted Charitable Status from 21 December 2017, and a trading subsidiary was established (Rydal Hall Trading Limited which is also wholly owned by Carlisle Diocesan Board of Finance) through which the non-charitable activities of Rydal Hall would be recorded.

Rydal Hall Limited
Trustees' Report for the Year Ended 31 December 2018

2018 saw a change in General Manager at Rydal Hall, with the departure of James Richards and the arrival of Amanda Fogg. Amanda brings with her many years in the Christian retreat/hospitality sector, and her positive impact on both the staff community and guests has been very well received.

Following a challenging few years, much work has gone into the marketing of Rydal Hall, with a new website launched, increased activity via social media, and the booking system was replaced at the end of the year.

The Trustees are grateful for the contributions made from the 'Friends of Rydal Hall' group, both through their support of the Rydal Community, and through many hours of time volunteered on site with practical support.

A huge thanks must also go to the staff and community team, and volunteers, who have worked tirelessly to ensure that those choosing to spend time at Rydal are rewarded with a comfortable, welcoming and blessed time in this very special place. Thanks are also due to two Trustees who have stepped down, The Ven. Vernon Ross, and Rev. Cameron Butland whose contributions have been greatly appreciated.

Financial Review

The charity recorded a deficit for the year £29,427 which, although still of concern to the Trustees, was an improvement of £94,560 compared to the previous year. Income recorded in the charity of £643,443 was £298,403 lower than last year, but most this was a result of the non-charitable income being recorded in the trading subsidiary. The combined income (excluding the charitable donation from Rydal Hall Trading Limited) was £28,323 lower than the previous year. Expenditure, however, was also reduced to £672,870 which, when added to the costs of the trading subsidiary was £118,414 less than in the previous year.

A charitable donation of £36,339 was made from Rydal Hall Trading Limited (a wholly owned trading subsidiary of Carlisle Diocesan Board of Finance, the parent charity of Rydal Hall Limited).

Closing unrestricted reserves were £8,159.

Reserves Policy

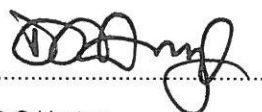
The Charity's reserves policy is to move to a position where it has free reserves equal to two month's expenditure which, based on 2018 expenditure would be £112,145. There were no free reserves at 31 December 2018 instead there was a deficit of £63,930, meaning a shortfall on the reserve policy of £176,075.

It is the intention of the Trustee Board to initially work to achieve a breakeven result for 2019, and then with a careful balance of increased marketing and careful but appropriate expenditure, to move back into an annual surplus in the years ahead. This will enable the charity to achieve its intended level of free reserves.

Small company provisions

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

Approved by the Board and signed on its behalf by:



D S Hurton
Trustee

Date: 14 MAY 2019

Rydal Hall Limited

Trustees' Responsibilities in relation to the Financial Statements

The trustees (who are also directors of Rydal Hall Limited for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and the United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company 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 in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

Independent Auditors' Report to the Trustees of Rydal Hall Limited

Opinion

We have audited the financial statements of Rydal Hall Limited for the year ended 31 December 2018 which comprise a Statement of Financial Activities and Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2018 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditors' Report to the Trustees of Rydal Hall Limited

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Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

•the information given in the trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and

•the trustees' report (incorporating the strategic report and the directors' report) have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- certain disclosures of trustees' remuneration specified by law are not made; or
- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 4, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal controls as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

**Independent Auditors' Report to the Trustees of
Rydal Hall Limited**

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Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members as a body, for our audit work, for this report, or for the opinions we have formed.



.....
Faye Armstrong (Senior Statutory Auditor)
For and on behalf of Dodd & Co Limited, Statutory Auditor

FIFTEEN Rosehill
Montgomery Way
Rosehill Estate
CARLISLE
CA1 2RW

Date: 21/6/19.....

Dodd & Co Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Rydal Hall Limited

**Statement of Financial Activities (including Income and Expenditure Account) for the Year Ended
31 December 2018**

		Unrestricted Funds	Total Funds 2018	Total Funds 2017
	Note	£	£	£
Income and endowments from:				
Voluntary income	2	40,808	40,808	6,133
Investment income	3	931	931	415
Incoming resources from charitable activities	4	600,724	600,724	934,318
Other incoming resources	5	980	980	980
Total income and endowments		<u>643,443</u>	<u>643,443</u>	<u>941,846</u>
Expenditure on:				
Charitable activities		672,870	672,870	1,065,833
Total expenditure		<u>672,870</u>	<u>672,870</u>	<u>1,065,833</u>
Net movements in funds		(29,427)	(29,427)	(123,987)
Reconciliation of funds				
Total funds brought forward		(163,014)	(163,014)	(39,027)
Total funds carried forward		<u>(192,441)</u>	<u>(192,441)</u>	<u>(163,014)</u>

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

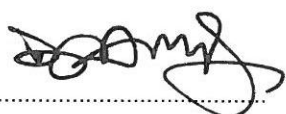
The notes on pages 11 to 20 form an integral part of these financial statements.

Rydal Hall Limited
Company registration number: 02561024
Balance Sheet as at 31 December 2018

		2018		2017	
	Note	£	£	£	£
Fixed assets					
Tangible assets	11		72,089		29,803
Current assets					
Stocks and work in progress		6,155		8,502	
Debtors	12	60,780		38,956	
Cash at bank and in hand		166,697		280,558	
		<u>233,632</u>		<u>328,016</u>	
Creditors: Amounts falling due within one year	13	<u>(297,562)</u>		<u>(320,233)</u>	
Net current (liabilities)/assets			<u>(63,930)</u>		<u>7,783</u>
Net assets			<u>8,159</u>		<u>37,586</u>
The funds of the charity:					
Unrestricted funds					
Called up share capital			200,600		200,600
Unrestricted income funds			(192,441)		(163,014)
Total unrestricted funds			<u>8,159</u>		<u>37,586</u>
Total charity funds			<u>8,159</u>		<u>37,586</u>

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

Approved by the Board on 14 MAY 2019 and signed on its behalf by:



D S Hurton
Trustee

The notes on pages 11 to 20 form an integral part of these financial statements.

Rydal Hall Limited
Cash Flow Statement for the Year Ended 31 December 2018

	2018 £	2017 £
Net cash provided by (used by) operating activities		
Net expenditure for the period	(29,427)	(123,987)
Depreciation charges	17,288	23,609
Decrease/(increase) in stocks	2,347	(3,856)
(Increase)/decrease in debtors	(21,824)	11,561
Decrease in creditors	(22,671)	(50,104)
	<u>(54,287)</u>	<u>(142,777)</u>
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(59,574)	(29,787)
	<u>(59,574)</u>	<u>170,213</u>
(Decrease)/increase in cash	<u><u>(113,861)</u></u>	<u><u>27,436</u></u>

The notes on pages 11 to 20 form an integral part of these financial statements.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

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

Basis of preparation

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

Going concern

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

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

Fund accounting policy

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

Further details of each fund are disclosed in note 17.

Income and endowments

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

Legacy gifts are recognised on a case by case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measured with a degree of reasonable accuracy and the title to the asset having been transferred to the Charity.

Investment income is recognised on a receivable basis.

Income from charitable activities includes income recognised as earned (as the related goods or services are provided) under contract.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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Expenditure

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

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

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Irrecoverable VAT

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

Taxation

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

Fixed assets

Individual fixed assets costing £100 or more are initially recorded at cost.

Depreciation

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

Freehold interest in land and buildings (including heritage)	5 years straight line basis
Plant and machinery	25% straight line basis
Fixtures and fittings	25% straight line basis

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs. Items donated for resale or distribution are not included in the financial statements until they are sold or distributed.

Trade Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Charity will not be able to collect all amounts due according to the original terms of the receivables.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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Cash and Cash Equivalents

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

Liabilities

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

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

Operating leases

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

Pensions

The company operates a defined benefit pension scheme.

Financial instruments

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

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

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

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

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

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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2 Donations and legacies

	Unrestricted Funds £	Total Funds 2018 £	Total Funds 2017 £
Donations and legacies			
Donations	36,339	36,339	-
Garden tours and donations	4,469	4,469	5,083
	<u>40,808</u>	<u>40,808</u>	<u>5,083</u>
Grants			
Grants receivable	-	-	1,050
	<u>40,808</u>	<u>40,808</u>	<u>6,133</u>

All of the donations and legacies income in 2017 related to unrestricted funds.

3 Investment income

	Unrestricted Funds £	Total Funds 2018 £	Total Funds 2017 £
Interest on cash deposits	931	931	415

All of the donations and legacies income in 2017 related to unrestricted funds.

4 Incoming resources from charitable activities

	Unrestricted Funds £	Total Funds 2018 £	Total Funds 2017 £
Tea Shop, Bar and Hall Shop takings	21,226	21,226	210,790
Miscellaneous receipts	12,537	12,537	12,863
Room hire	2,297	2,297	7,529
Holiday lettings income	-	-	16,956
Hall	564,664	564,664	571,648
Youth centre	-	-	35,842
Income from camp site	-	-	78,690
	<u>600,724</u>	<u>600,724</u>	<u>934,318</u>

All of the income from charitable activities in 2017 related to unrestricted funds.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

..... continued

5 Other incoming resources

	Unrestricted Funds £	Total Funds 2018 £	Total Funds 2017 £
Water and hydro-electric receipts	980	980	980

All of the other income in 2017 related to unrestricted funds.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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6 Expenditure

	Hall	Total 2018	Total 2017
	£	£	£
Direct costs			
Food purchases - adjusted for stock	72,646	72,646	134,596
Employment costs	407,140	407,140	579,582
Rent and rates	39,000	39,000	60,000
Rates	(14,103)	(14,103)	49,409
Electricity, gas and water system	20,582	20,582	32,125
Insurance	12,211	12,211	17,102
Repairs and maintenance	50,665	50,665	50,904
Upkeep of grounds	1,607	1,607	912
Garden Project general expenditure	9,285	9,285	10,068
Telephone and fax	3,985	3,985	3,428
Computer software and maintenance costs	4,761	4,761	5,439
Printing, postage and stationery	2,906	2,906	2,336
Hire of plant and machinery	101	101	1,717
Sundry expenses	3,156	3,156	2,136
Cleaning	20,353	20,353	27,706
Management charges payable	-	-	10,402
Motor expenses	1,982	1,982	3,346
Advertising	5,065	5,065	6,569
	<u>641,342</u>	<u>641,342</u>	<u>997,777</u>
Support costs			
Accountancy fees	-	-	3,600
The audit of the charity's annual accounts	3,780	3,780	-
Auditors' remuneration - non audit work	1,045	1,045	1,775
Legal and professional fees	4,762	4,762	8,508
Bank charges	4,653	4,653	5,197
Deferred tax	-	-	25,367
Depreciation of plant and machinery	17,288	17,288	23,609
	<u>31,528</u>	<u>31,528</u>	<u>68,056</u>
	<u>672,870</u>	<u>672,870</u>	<u>1,065,833</u>

All of the expenditure in 2017 related to unrestricted funds.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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7 Governance costs

	2018	2017
	£	£
Audit fees	3,780	3,600
Auditors remuneration - non audit work	1,045	1,775
Management fees	-	10,402
Legal and professional fees	4,762	8,508
	<u>9,587</u>	<u>24,285</u>

8 Trustees' remuneration and expenses

During the year travel expenses were paid to 1 Trustee totalling £220 (2017 £51 to 1 Trustee).

9 Net expenditure

Net expenditure is stated after charging:

	2018	2017
	£	£
Auditors' remuneration - audit services	3,780	-
Depreciation of tangible fixed assets	<u>17,288</u>	<u>23,609</u>

10 Employees' remuneration

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

	2018 No.	2017 No.
Charitable activities	<u>26</u>	<u>26</u>

The aggregate payroll costs of these persons were as follows:

	2018 £	2017 £
Wages and salaries	333,115	505,474
Social security	27,285	29,357
Other pension costs	45,110	44,751
	<u>405,510</u>	<u>579,582</u>

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

The key management personnel comprise the Trustees. The total employee benefits of the key management personnel of the Charity were £nil (2017 - £nil).

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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11 Tangible fixed assets

	Freehold interest in land and buildings (including heritage assets) £	Plant and machinery including motor vehicles £	Fixtures, fittings and equipment £	Total £
Cost				
As at 1 January 2018	74,005	45,310	247,630	366,945
Additions	37,790	5,077	16,707	59,574
As at 31 December 2018	<u>111,795</u>	<u>50,387</u>	<u>264,337</u>	<u>426,519</u>
Depreciation				
As at 1 January 2018	52,401	44,037	240,704	337,142
Charge for the year	10,913	1,467	4,908	17,288
As at 31 December 2018	<u>63,314</u>	<u>45,504</u>	<u>245,612</u>	<u>354,430</u>
Net book value				
As at 31 December 2018	<u>48,481</u>	<u>4,883</u>	<u>18,725</u>	<u>72,089</u>
As at 31 December 2017	<u>21,604</u>	<u>1,273</u>	<u>6,926</u>	<u>29,803</u>

12 Debtors

	2018 £	2017 £
Trade debtors	614	6,808
Other debtors	49,720	32,148
Prepayments and accrued income	10,446	-
	<u>60,780</u>	<u>38,956</u>

13 Creditors: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	32,871	39,235
Amounts owed to group undertakings	166,946	156,497
Taxation and social security	10,245	-
Other creditors	79,481	124,501
Accruals and deferred income	8,019	-
	<u>297,562</u>	<u>320,233</u>

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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14 Share capital

	2018 £	2017 £
Ordinary £1 share capital	200,600	200,600
	<u>200,600</u>	<u>200,600</u>

15 Operating lease commitments

As at 31 December 2018 the charity had total future minimum lease payments under non-cancellable operating leases as follows:

	Land and Buildings		Other	
	2018 £	2017 £	2018 £	2017 £
Within one year	60,000	-	-	621
Within two and five years	-	120,000	-	-
	<u>60,000</u>	<u>120,000</u>	<u>-</u>	<u>621</u>

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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16 Related parties

Controlling entity

The charity is controlled by the trustees who are all directors of the company.

Related party transactions

Rydal Hall Limited is a subsidiary of Carlisle Diocesan Board of Finance (registered charity) who is the sole shareholder of the charity.

During the year the Charity paid rent to Carlisle Diocesan Board of Finance of £39,000 (2017 - £60,000).

The balance due to Carlisle Diocesan Board of Finance at 31 December 2018 is £155,977.

Rydal Hall Trading Limited is a subsidiary of Rydal Hall Limited whose sole shareholder is Carlisle Diocesan Board of Finance.

During the year Rydal Hall Trading Limited made a donation to Rydal Hall Limited of £36,339. The balance due to Rydal Hall Trading Limited at 31 December 2018 is £nil.

17 Analysis of funds

	At 1 January 2018	Incoming resources	Resources expended	At 31 December 2018
	£	£	£	£
General Funds				
Unrestricted income fund	(163,014)	643,443	(672,870)	(192,441)

18 Net assets by fund

	Unrestricted Funds	Total Funds 2018	Total Funds 2017
	£	£	£
Tangible assets	72,089	72,089	29,803
Current assets	233,632	233,632	328,016
Creditors: Amounts falling due within one year	(297,562)	(297,562)	(320,233)
Ordinary share capital	(200,600)	(200,600)	(200,600)
Net assets	(192,441)	(192,441)	(163,014)