

Hudswell Community Charity
Unaudited Financial Statements
31 October 2019

IAN CRISOP ACCOUNTANCY

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

Hudswell Community Charity

Financial Statements

Year ended 31 October 2019

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Hudswell Community Charity

Trustees' Annual Report

Year ended 31 October 2019

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 October 2019.

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
Mr D E Farrar
Mrs S Sadler
Mrs S C Fern-Williams
Mr I Whinray

Independent examiner	Mr R I Crisop 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 fulfills 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 2019

Achievements and performance

Plews and Thompson Cottages

This has been our first full year in which we have had six properties to manage and this has meant an increase in workload for the trustees dealing with all the maintenance and administrative issues. All the properties have been fully occupied throughout the year until the last month, when one of our long-standing tenants left number 2 Plews Cottage. This is currently being redecorated ahead of letting it again as soon as we can identify a new tenant that meets our criteria.

As we reported last year the building of three new homes for rent in the village has attracted quite a bit of interest from the media and from other villages seeking to do something similar. Once again Hudswell is seen as something of a trail blazer.

St Michael and All Angels Church

Last year the Diocese of Leeds held a public meeting in the village to discuss the future of the former Hudswell Parish Church. At this meeting it was suggested that the Charity might be prepared to take the lead in finding a future use for this building. The Charity is willing to take on the redevelopment of the former church, providing that a suitable use can be found and we are able to raise the required funds through grant aid to pay for the necessary repair and redesign work. The Charity hopes to be able to convert the building to another use that will be of benefit to the local community, probably as a hostel and small conference centre.

The Church of England and the owner of the land between the church and the road have indicated that both could be transferred to the Charity at no cost, providing that the building is converted for a use that benefits the local community. The Church of England have also committed to ensuring that the building is handed over to HCC in a structurally sound condition. The Charity trustees believe that this opportunity is worth considering because if we cannot find a viable use for the building the Church Commissioners will put the building up for sale and the village will therefore have no further say in what use it is put to.

If we do proceed with this idea the Charity will be setting up a separate legal entity, probably a company limited by guarantee, wholly owned by the Charity. This ensures that the Charity's existing funds and property are fully protected and separate from the funds for the church redevelopment project.

Small Grants

The Charity has continued to give the usual small grants 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.

Hudswell Community Charity

Trustees' Annual Report *(continued)*

Year ended 31 October 2019

The trustees' annual report was approved on 10 December 2019 and signed on behalf of the board of trustees by:

A handwritten signature in black ink, appearing to read 'M. T. Booth', written over a horizontal line.

Mr M T Booth
Trustee

Hudswell Community Charity

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

Year ended 31 October 2019

I report to the trustees on my examination of the financial statements of Hudswell Community Charity ('the charity') for the year ended 31 October 2019.

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

10 December 2019

Hudswell Community Charity

Statement of Financial Activities

Year ended 31 October 2019

		2019		2018
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	4	—	—	23,737
Charitable activities	5	2,642	2,642	176
Investment income	6	34,265	34,265	31,219
Total income		<u>36,907</u>	<u>36,907</u>	<u>55,132</u>
Expenditure				
Expenditure on charitable activities	7,8	26,918	26,918	25,039
Total expenditure		<u>26,918</u>	<u>26,918</u>	<u>25,039</u>
Net income and net movement in funds		<u>9,989</u>	<u>9,989</u>	<u>30,093</u>
Reconciliation of funds				
Total funds brought forward		413,350	413,350	383,257
Total funds carried forward		<u>423,339</u>	<u>423,339</u>	<u>413,350</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 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible fixed assets	13	632,543	633,412
Current assets			
Debtors	14	382	364
Cash at bank and in hand		33,620	27,627
		34,002	27,991
Creditors: amounts falling due within one year	15	7,006	12,346
Net current assets		26,996	15,645
Total assets less current liabilities		659,539	649,057
Creditors: amounts falling due after more than one year	16	236,200	235,707
Net assets		423,339	413,350
Funds of the charity			
Unrestricted funds		423,339	413,350
Total charity funds	17	423,339	413,350

These financial statements were approved by the board of trustees and authorised for issue on 10 December 2019, 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 2019

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. d 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 2019

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 2019

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 2019

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. Donations and legacies

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Grants				
Grants	—	—	23,737	23,737

5. Charitable activities

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Renewable energy	2,642	2,642	176	176

6. Investment income

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Rent and utilities contribution received	34,078	34,078	31,114	31,114
Bank interest receivable	187	187	105	105
	<u>34,265</u>	<u>34,265</u>	<u>31,219</u>	<u>31,219</u>

Hudswell Community Charity

Notes to the Financial Statements *(continued)*

Year ended 31 October 2019

7. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
Charitable activity	<u>26,918</u>	<u>26,918</u>	<u>25,039</u>	<u>25,039</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly	Total funds 2019	Total fund 2018
	£	£	£
Charitable activity	<u>26,918</u>	<u>26,918</u>	<u>25,039</u>

9. Net income

Net income is stated after charging/(crediting):

	2019	2018
	£	£
Depreciation of tangible fixed assets	<u>869</u>	<u>869</u>

10. Independent examination fees

	2019	2018
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>360</u>	<u>360</u>

11. Staff costs

The average head count of employees during the year was Nil (2018: Nil).

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

12. 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 2019

13. Tangible fixed assets

	Freehold property £	Plant and machinery £	Total £
Cost			
At 1 November 2018 and 31 October 2019	<u>636,521</u>	<u>8,695</u>	<u>645,216</u>
Depreciation			
At 1 November 2018	10,935	869	11,804
Charge for the year	—	869	869
At 31 October 2019	<u>10,935</u>	<u>1,738</u>	<u>12,673</u>
Carrying amount			
At 31 October 2019	<u>625,586</u>	<u>6,957</u>	<u>632,543</u>
At 31 October 2018	<u>625,586</u>	<u>7,826</u>	<u>633,412</u>

14. Debtors

	2019 £	2018 £
Prepayments and accrued income	<u>382</u>	<u>364</u>

15. Creditors: amounts falling due within one year

	2019 £	2018 £
Bank loans and overdrafts	6,055	12,346
Accruals and deferred income	951	—
	<u>7,006</u>	<u>12,346</u>

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

	2019 £	2018 £
Bank loans and overdrafts	<u>236,200</u>	<u>235,707</u>

17. Analysis of charitable funds

Unrestricted funds

	At 1 November 2 018 £	Income £	Expenditure £	At 31 October 2 019 £
General funds	<u>413,350</u>	<u>36,907</u>	<u>(26,918)</u>	<u>423,339</u>

Hudswell Community Charity

Notes to the Financial Statements *(continued)*

Year ended 31 October 2019

18. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2019 £	Total Funds 2018 £
Tangible fixed assets	632,543	632,543	633,412
Current assets	34,002	34,002	27,991
Creditors less than 1 year	(7,006)	(7,006)	(12,346)
Creditors greater than 1 year	(236,200)	(236,200)	(235,707)
Net assets	<u>423,339</u>	<u>423,339</u>	<u>413,350</u>

Hudswell Community Charity

Management Information

Year ended 31 October 2019

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

Hudswell Community Charity

Detailed Statement of Financial Activities

Year ended 31 October 2019

	2019 £	2018 £
Income and endowments		
Donations and legacies		
Grants	—	23,737
	<u>—</u>	<u>23,737</u>
Charitable activities		
Renewable energy	2,642	176
	<u>2,642</u>	<u>176</u>
Investment income		
Rent and utilities contribution received	34,078	31,114
Bank interest receivable	187	105
	<u>34,265</u>	<u>31,219</u>
	<u>36,907</u>	<u>55,132</u>
Total income	<u>36,907</u>	<u>55,132</u>
Expenditure		
Expenditure on charitable activities		
Utilities	114	456
Repairs & maintainance	12,405	2,023
Insurance	760	375
Accountancy	360	480
Development costs	—	5,195
Depreciation	869	869
Mortgage interest and bank charges	11,760	15,531
Sundry expenses	300	50
Donations	350	60
	<u>26,918</u>	<u>25,039</u>
	<u>26,918</u>	<u>25,039</u>
Total expenditure	<u>26,918</u>	<u>25,039</u>
	<u>9,989</u>	<u>30,093</u>
Net income	<u>9,989</u>	<u>30,093</u>

Hudswell Community Charity

Notes to the Detailed Statement of Financial Activities

Year ended 31 October 2019

	2019 £	2018 £
Expenditure on charitable activities		
Activity type 1		
<i>Activities undertaken directly</i>		
Utilities	114	456
Repairs & maintenance	12,405	2,023
Insurance	760	375
Accountancy	360	480
Development costs	—	5,195
Depreciation	869	869
Mortgage interest and bank charges	11,760	15,531
Sundry expenses	300	50
Donations	350	60
	<u>26,918</u>	<u>25,039</u>
 Expenditure on charitable activities	 <u>26,918</u>	 <u>25,039</u>
