

Company registration number: 01498800

Charity registration number: 510201

Huddersfield Canal Society Limited

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2021

The Moffatts Partnership LLP
Progress House
396 Wilmslow Road
Withington
Manchester
M20 3BN

Huddersfield Canal Society Limited

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Huddersfield Canal Society Limited

Reference and Administrative Details

Trustees	A L Stopher, Chairman T Ellis M McHugh K W Sykes P R Bayley E Woulds P Rawson M J Clark
Secretary	M McHugh
Other Officers	D M Sumner, President
Charity Registration Number	510201
Company Registration Number	01498800
Registered Office	The charity is incorporated in England and Wales. Progress House 396 Wilmslow Road Withington Manchester Lancs M20 3BN
Independent Examiner	The Moffatts Partnership LLP Progress House 396 Wilmslow Road Withington Manchester M20 3BN
Bankers	The Co-operative Bank plc Vicar Street Leeds LS1 1HJ Unity Trust Bank Nine Brindleyplace Birmingham B1 2HB

Huddersfield Canal Society Limited

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 December 2021.

Structure, governance and management

Nature of governing document

Huddersfield Canal Society is a company limited by guarantee to the value of £1 per member and does not have share capital. The charity is governed by the Memorandum and Articles of Association of the company.

Recruitment and appointment of trustees

The members of the Council of Management are considered to be both directors for Companies Act purposes and trustees for Charities Act purposes. One third of the Council members retire by rotation each year and election takes place at the Annual General Meeting.

Organisational structure

The company is governed by its Council of Management, which meets on a bi-monthly basis. The Council, assisted by outside consultants, is responsible for formulating the strategy and policies for the company as a whole, including the approval of budgets and the exercising of financial controls through regular financial reporting.

The members of the Council of Management who have served throughout the year are shown on the Officials and Advisors page at the front of this report.

Major risks and management of those risks

Risk Management policy

The Society has identified and reviewed the risks to which it is exposed and has established appropriate levels of reporting and control mechanisms to mitigate those risks.

Objectives and activities

Objects and aims

The company is registered for charitable purposes, the objects of which are restoration, reconstruction, preservation, maintenance and improvement of the Huddersfield Narrow Canal and the Broad Canal for the use of the public.

The Council's policy in furtherance of these objectives has been to:

- maximise revenue and safeguard/enhance Society assets and fund raise for specific canal related projects:
- recruit new members to provide a secure income and attract additional volunteers to undertake specific tasks, e.g. canal working parties, boat operations, special events, guides, schools liaison, environmental issues, and maintain the high quality of the members' magazine – Pennine Link;
- operate boats owned or leased, to promote the canal and Society; and
- promote the canal to the general public as the "unique Waterway" to raise its profile by festivals, guided tours, socials, lectures, publications and where appropriate, by film/audio visual aids.

Huddersfield Canal Society Limited

Trustees' Report

Objectives, strategies and activities

The charity has continued to promote the canal to the general public by various means. During the first half of the current year the operation of the boat has not been possible due to the impact of the Coronavirus Pandemic.

Achievements and performance

Activities have been resuming again during 2021 after the pandemic crisis subsided. This has resulted in increased income from donations and charitable activities with boat trips now taking place. Income was also received from the government Coronavirus Job Retention Scheme.

Public benefit

The trustees have ensured they carry out the objectives for the public benefit and have (in accordance with s17 Charities Act 2011) had regard to guidance published by the Charity Commission on public benefit when exercising powers or duties where that may be relevant.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Use of volunteers

The success of Huddersfield Canal Society depends on the commitment and skills of its Council members, staff and volunteers. It also depends on those supporters and corporate bodies who either directly or indirectly have contributed funds, support or assistance to the charity in the past year. To all of these, special thanks are given.

Financial review

Total income for the year amounts to £30,583 (2020 - £25,607). This includes donations received of £230 (2020 - £690) for restricted purposes.

Expenditure for the year totals £48,007 (2020 - £50,561) which all relates to unrestricted funds.

Payments have been made during the year totalling £62,500 for advance payments towards the purchase of the new boat. These are shown in prepayments at the year end with delivery of the new boat due in May 2022.

The overall position at the year-end is a surplus of £24,129 (2020 - deficit £26,800). This includes investment gains of £41,553 compared to investment losses of £1,846 in 2020.

The total reserves carried forward at the year-end are £305,906 (2020 - £281,777). Of this £920 of the charity reserves are restricted and £304,986 unrestricted.

Policy on reserves

It is the policy of the Council to retain such reserves as are necessary to enable the Society to fulfil its objectives. The current level of reserves, held mainly in short term investments, is considered to be more than adequate to meet this policy.

Huddersfield Canal Society Limited

Trustees' Report

Investment policy and objectives

It is the policy of the Council to maintain investments in a mix of short term policies that produce a satisfactory level of income and maintain capital value. The current investment level is considered to be more than adequate to meet this policy.

Impact of the Covid-19 pandemic

With a further wave of the pandemic continuing into 2021, measures continued to protect staff and volunteers from the adverse effects of the coronavirus. Our Administrator remained on furlough until mid-February from which point he attended the office for two days a week. The general lifting of protection measures enabled a return to full time work from the beginning of July 2021. Throughout the periods of furlough the Government financial support was made up to full salary by the Society. Our volunteer activities including the running of the Marsden Shuttle were suspended until July 2021. For the second year running the Government's Job Retention Scheme funding assisted the Society at a time of reduced income from trading. Improved investment performance during 2021 ensured financial performance was not a cause of concern for Trustees.

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Going concern

The trustees have a reasonable expectation that the charity will have adequate resources to continue in operational existence for the foreseeable future. The charity continues to adopt the going concern basis on preparing its financial statements.

Huddersfield Canal Society Limited

Trustees' Report

Chairman's Annual Report 2021

The world-wide coronavirus pandemic continued to impact on the company's business but by July activities started to return to some semblance of normality.

Board meetings have been held using the Zoom video-conferencing application and the Society's Annual General Meeting was conducted in a similar way.

Restrictions on social-distancing and the imperative of keeping staff, volunteers and customers safe has had a significant impact on the company's activities during the first 7 months of the year and to a lesser degree during the remainder of the year. The company benefited from Government's Job Support Scheme during periods up until July 2021 when our Administrator, Dr Bob Gough, returned to work full time.

For some time, plans have been laid for Bob Gough's retirement during February 2022. Since the resumption of normal office hours, a priority has been to document office contents, prepare items for archiving and plan the handover of certain tasks to volunteers.

The Marsden Shuttle resumed service in July 2021 at first with limited carrying capacity so as to maintain social distancing. The season culminated in the running of Halloween boat trips and Santa trips to a mid-December Winter Festival, at the Standedge Tunnel & Visitor Centre. Challenging weather does not seem to put off our enthusiastic boat crews flying the flag for the Society.

Our new flagship e-Shuttle represents the future of the Society. The steel shell of the replacement electric powered craft was constructed at Cauldon Boats, and significant progress was made with the fit-out at Brayzel Boats. Its progress towards Spring 2022 completion is testament to the drive and determination of Mike McHugh, ably supported by Eric Woulds & Terry Lomas. They have undertaken a considerable amount of work in ensuring that the new vessel meets the future requirements of the shuttle service in all respects. As well as being pollution free it will allow passengers with disabilities to enjoy a canal trip not possible with the current boat. It has a built-in awning across the ample foredeck which will provide shelter for wedding couples when sitting in the prow. The interior heating will be a benefit particularly in winter months and lights will permit running in the dark. With a 30-year design life and low running and maintenance costs, the new vessel is a sound investment for the future.

The Society's maintenance operations were resumed in July 2021. Although social-distancing guidelines could be maintained in the open air, the van could not be used to transport volunteers, thus limiting work locations. The regular duties involved litter clearance, lock gate painting and gear greasing, as well as off - side vegetation and lock wall clearance using the Canal & River Trust pontoon. My thanks go to Deputy Chairman, Trevor Ellis, for his commitment and skill in managing the team's important contribution to the canal environment.

The publication of our magazine, Pennine Link, continued at a reduced frequency to reflect our lower level of activity and limited staff hours in the first half of the year. Thanks are due to Bob Gough for his desktop publishing work and to the two Guest Editors in 2021. Our website continues to provide a source of information and has been invaluable in relaying the up-to-date status of operations during the pandemic and after resumption of normal activities. My thanks are also due to Martin Clark for helping behind the scenes with any IT issues. Our increased presence on social media has largely been the work of Eric Woulds and I'm grateful for his and others' commitment to keeping the Society in the public eye.

Membership has held up well and stands at 458, excluding additional family members. A concerted effort has been made to obtain members' email addresses to enable greater use of digital newsletters in the future. I am also grateful to Patricia Bayley for agreeing to take on the membership secretary role at the start of 2022.

Huddersfield Canal Society Limited

Trustees' Report

Financial performance recovered during the year assisted by Government support through the furlough scheme through the first half of the year and a return to boat operation in the second half. The company's balanced portfolio of investments has increased in value over the year as a whole. It remains to be seen what further impact will result from the ongoing effects of the UK's exit from the EU, the impact of the Coronavirus globally and the emerging effects of the war in Ukraine.

We have continued to develop contacts with the two regional CRT management teams mainly using video conferencing applications to take part in waterway forums and continue to work closely with our partners to develop the Standedge Tunnel & Visitor Centre.

I offer my personal thanks for the unstinting support of our Board members, volunteers, members, staff and partners for their contribution to the continuing success of the Huddersfield Canal Society and look forward to a successful 2022 when we have use of our new electric shuttle boat and celebrate the coming of age of the restored Huddersfield Narrow Canal, 21 years after its rebirth.

Alan Stopher
Chairman

Small companies provision statement

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

The annual report was approved by the trustees of the charity on 7 June 2022 and signed on its behalf by:

.....
A L Stopher
Trustee

Huddersfield Canal Society Limited

Statement of Trustees' Responsibilities

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

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

- select suitable accounting policies and 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions and 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.

Approved by the trustees of the charity on 7 June 2022 and signed on its behalf by:

.....
A L Stopher
Trustee

Huddersfield Canal Society Limited

Independent Examiner's Report to the trustees of Huddersfield Canal Society Limited ("the Company")

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2021.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of Huddersfield Canal Society Limited 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 your charity's accounts as carried out under section 145 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 145(5)(b) of the 2011 Act.

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 Huddersfield Canal Society Limited 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.

.....
Mr John Saxon F.C.A

Progress House
396 Wilmslow Road
Withington
Manchester
M20 3BN

7 June 2022

Huddersfield Canal Society Limited

Statement of Financial Activities for the Year Ended 31 December 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Income and Endowments from:					
Donations and legacies	3	16,558	230	16,788	15,194
Charitable activities	4	8,424	-	8,424	5,464
Investment income	5	5,371	-	5,371	4,949
Total income		<u>30,353</u>	<u>230</u>	<u>30,583</u>	<u>25,607</u>
Expenditure on:					
Raising funds	6	(360)	-	(360)	(399)
Charitable activities	7	(47,647)	-	(47,647)	(50,162)
Total expenditure		<u>(48,007)</u>	<u>-</u>	<u>(48,007)</u>	<u>(50,561)</u>
Gains/losses on investment assets		<u>41,553</u>	<u>-</u>	<u>41,553</u>	<u>(1,846)</u>
Net income/(expenditure)		<u>23,899</u>	<u>230</u>	<u>24,129</u>	<u>(26,800)</u>
Net movement in funds		23,899	230	24,129	(26,800)
Reconciliation of funds					
Total funds brought forward		<u>281,087</u>	<u>690</u>	<u>281,777</u>	<u>308,577</u>
Total funds carried forward	23	<u><u>304,986</u></u>	<u><u>920</u></u>	<u><u>305,906</u></u>	<u><u>281,777</u></u>

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

The funds breakdown for 2020 is shown in note 23.

The notes on pages 11 to 24 form an integral part of these financial statements.

Huddersfield Canal Society Limited
(Registration number: 01498800)
Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	15	23,194	24,053
Investments	16	<u>219,038</u>	<u>248,846</u>
		<u>242,232</u>	<u>272,899</u>
Current assets			
Stocks	17	2,396	822
Debtors	18	67,791	3,642
Cash at bank and in hand	19	<u>8,937</u>	<u>19,638</u>
		79,124	24,102
Creditors: Amounts falling due within one year	20	<u>(15,450)</u>	<u>(15,224)</u>
Net current assets		<u>63,674</u>	<u>8,878</u>
Net assets		<u>305,906</u>	<u>281,777</u>
Funds of the charity:			
Restricted income funds			
Restricted funds	23	920	690
Unrestricted income funds			
Unrestricted funds		<u>304,986</u>	<u>281,087</u>
Total funds	23	<u>305,906</u>	<u>281,777</u>

For the financial year ending 31 December 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 9 to 24 were approved by the trustees, and authorised for issue on 7 June 2022 and signed on their behalf by:

.....
A L Stopher
Trustee

The notes on pages 11 to 24 form an integral part of these financial statements.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Progress House
396 Wilmslow Road
Withington
Manchester
Lancs
M20 3BN

These financial statements were authorised for issue by the trustees on 7 June 2022.

2 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)) (issued in October 2019) - (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

Huddersfield Canal Society 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 notes.

Going concern

The 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.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

Income and endowments

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

Donations and legacies

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.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Charitable activities

Income is received for membership of the society and boat hire. Income is recognised on a receivable basis.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

All resources expended are inclusive of irrecoverable VAT.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

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.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustee's meetings and reimbursed expenses.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

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.

Tangible fixed assets

Individual fixed assets costing £1.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

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:

Asset class	Depreciation method and rate
Leasehold premises	2.5% straight line basis
Leasehold improvements	10% straight line basis
Motor vehicles	20% straight line basis
Boat	20% straight line basis
Office equipment	20% straight line basis
Computer equipment	25% straight line basis

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

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.

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.

Trade creditors

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

Hire purchase and finance 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 and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

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.

Recognition and measurement

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.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2021 £	Total 2020 £
Donations and legacies;				
Donations from individuals	6,316	230	6,546	1,621
Gift aid reclaimed	1,983	-	1,983	766
Grants, including capital grants;				
Government grants	<u>8,259</u>	<u>-</u>	<u>8,259</u>	<u>12,807</u>
	<u><u>16,558</u></u>	<u><u>230</u></u>	<u><u>16,788</u></u>	<u><u>15,194</u></u>

4 Income from charitable activities

	Unrestricted funds General £	Total 2021 £	Total 2020 £
Subscriptions	3,275	3,275	2,909
Other income	2,884	2,884	2,555
Income from boat	<u>2,265</u>	<u>2,265</u>	<u>-</u>
	<u><u>8,424</u></u>	<u><u>8,424</u></u>	<u><u>5,464</u></u>

Boat income from trading charitable activities was £2,265 (2020 £0). Donations collected on the boat came to £4,415 (2020 £0) with associated Gift Aid of £1,104 (2020 £0). The total boat income and donations collected on the boat amounted to £7,784 (2020 £0).

5 Investment income

	Unrestricted funds General £	Total 2021 £	Total 2020 £
Interest receivable and similar income;			
Interest receivable on bank deposits	-	-	83
Other income from fixed asset investments	<u>5,371</u>	<u>5,371</u>	<u>4,866</u>
	<u><u>5,371</u></u>	<u><u>5,371</u></u>	<u><u>4,949</u></u>

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

6 Expenditure on raising funds

a) Investment management costs

Note	Unrestricted funds General £	Total 2021 £	Total 2020 £
Other investment management costs; Administration of the investments	360	360	399
	<u>360</u>	<u>360</u>	<u>399</u>

7 Expenditure on charitable activities

	Unrestricted funds General £	Total 2021 £	Total 2020 £
Opening stock	822	822	1,167
Canal Projects	142	142	4,350
Purchases	2,462	2,462	252
Shuttle running costs	2,505	2,505	1,027
Closing stock	(2,396)	(2,396)	(822)
Wages and salaries	28,637	28,637	28,080
Pension costs	1,886	1,886	1,842
Telephone and fax	593	593	738
Office expenses	4,644	4,644	4,676
Competition and events	478	478	480
Printing, postage and stationery	1,569	1,569	1,100
Sundry expenses	318	318	796
Motor expenses	1,620	1,620	1,871
Travel and subsistence	88	88	82
Promotional expenses	678	678	652
Bank charges	144	144	144
Depreciation	859	859	1,105
	<u>45,049</u>	<u>45,049</u>	<u>47,540</u>

In addition to the expenditure analysed above, there are also governance costs of £2,598 (2020 - £2,622) which relate directly to charitable activities. See note 8 for further details.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

8 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total 2021 £	Total 2020 £
Independent examiner fees			
Examination of the financial statements	2,310	2,310	2,160
Other fees paid to examiners	288	288	462
	<u>2,598</u>	<u>2,598</u>	<u>2,622</u>

9 Government grants

The Charity has received government grants under the Coronavirus Job Retention Scheme. The amount of grants recognised in the financial statements was £8,259 (2020 - £12,807).

10 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2021 £	2020 £
Operating leases - other assets	608	304
Other non-audit services	2,598	2,622
Depreciation of fixed assets	<u>859</u>	<u>1,105</u>

11 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

£1,805 (2020: £1,091) of expenses were reimbursed to during the year.

Expenses paid on behalf of the charity by 2 (2020 - 2) members of the Council of Management have been reimbursed.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

12 Staff costs

The aggregate payroll costs were as follows:

	2021 £	2020 £
Staff costs during the year were:		
Wages and salaries	28,637	28,080
Pension costs	1,886	1,842
	<u>30,523</u>	<u>29,922</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2021 No	2020 No
Charitable activities	<u>1</u>	<u>1</u>

Contributions to the employee pension schemes for the year totalled £1,886 (2020 - £1,842).

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

13 Independent examiner's remuneration

	2021 £	2020 £
Examination of the financial statements	<u>2,310</u>	<u>2,160</u>
Other fees to examiners		
All other services	<u>288</u>	<u>462</u>

14 Taxation

The charity is a registered charity and is therefore exempt from taxation.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

15 Tangible fixed assets

	Land and buildings £	Motor vehicles £	Computer equipment £	Other tangible fixed asset £	Total £
Cost					
At 1 January 2021	55,680	10,935	21,840	6,065	94,520
At 31 December 2021	55,680	10,935	21,840	6,065	94,520
Depreciation					
At 1 January 2021	31,628	10,935	21,840	6,064	70,467
Charge for the year	859	-	-	-	859
At 31 December 2021	32,487	10,935	21,840	6,064	71,326
Net book value					
At 31 December 2021	23,193	-	-	1	23,194
At 31 December 2020	24,052	-	-	1	24,053

Included within the net book value of land and buildings above is £Nil (2020 - £Nil) in respect of freehold land and buildings and £23,193 (2020 - £24,052) in respect of leaseholds.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

16 Fixed asset investments

	2021	2020
	£	£
Other investments	<u>219,038</u>	<u>248,846</u>

Other investments

	Listed investments	Total
	£	£
Cost or Valuation		
At 1 January 2021	248,846	248,846
Revaluation	27,016	27,016
Disposals	<u>(56,824)</u>	<u>(56,824)</u>
At 31 December 2021	<u>219,038</u>	<u>219,038</u>
Net book value		
At 31 December 2021	<u>219,038</u>	<u>219,038</u>
At 31 December 2020	<u>248,846</u>	<u>248,846</u>

The market value of the listed investments at 31 December 2021 was £219,038 (2020 - £248,846).

17 Stock

	2021	2020
	£	£
Stocks	<u>2,396</u>	<u>822</u>

18 Debtors

	2021	2020
	£	£
Prepayments	65,808	2,875
Accrued income	<u>1,983</u>	<u>767</u>
	<u>67,791</u>	<u>3,642</u>

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

19 Cash and cash equivalents

	2021	2020
	£	£
Cash on hand	34	45
Cash at bank	8,903	19,593
	<u>8,937</u>	<u>19,638</u>

20 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	1,875	2,149
Other loans	10,000	10,000
Other taxation and social security	569	457
Other creditors	153	153
Accruals	2,853	2,465
	<u>15,450</u>	<u>15,224</u>

21 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £1,886 (2020 - £1,842).

22 Commitments

Capital commitments

The charity has purchased a new narrow boat. The total cost is £74,765. Stage payments have been made during the current period totalling £62,500 which are included in prepayments. The balance due on completion is £12,265.

The total amount contracted for but not provided in the financial statements was £12,265 (2020 - £Nil).

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

23 Funds

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2021 £
Unrestricted funds					
<i>General</i>					
General Funds	281,087	30,353	(48,007)	41,553	304,986
Restricted funds					
NB Marsden Fund	<u>690</u>	<u>230</u>	<u>-</u>	<u>-</u>	<u>920</u>
Total funds	<u><u>281,777</u></u>	<u><u>30,583</u></u>	<u><u>(48,007)</u></u>	<u><u>41,553</u></u>	<u><u>305,906</u></u>
	Balance at 1 January 2020 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2020 £
Unrestricted funds					
<i>General</i>					
General Funds	308,577	24,917	(50,561)	(1,846)	281,087
Restricted					
NB Marsden Fund	<u>-</u>	<u>690</u>	<u>-</u>	<u>-</u>	<u>690</u>
Total funds	<u><u>308,577</u></u>	<u><u>25,607</u></u>	<u><u>(50,561)</u></u>	<u><u>(1,846)</u></u>	<u><u>281,777</u></u>

The specific purposes for which the funds are to be applied are as follows:

NB Marsden Fund - these are donations received in memory of the late John Sully that were originally intended to support the refurbishment and display of a historic boat. Since the period end, with the donor's consent, these donations have been reassigned towards the purchase of the new narrow boat as the original project proved to be unfeasible.

Huddersfield Canal Society Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

24 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2021 £
Tangible fixed assets	23,194	-	23,194
Fixed asset investments	219,038	-	219,038
Current assets	78,204	920	79,124
Current liabilities	(15,450)	-	(15,450)
Total net assets	304,986	920	305,906
	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2020 £
Tangible fixed assets	24,053	-	24,053
Fixed asset investments	248,846	-	248,846
Current assets	23,412	690	24,102
Current liabilities	(15,224)	-	(15,224)
Total net assets	281,087	690	281,777

25 Related party transactions

During the year the charity made the following related party transactions:

Alan Stopher

(A trustee)

Alan Stopher provided a loan to the charity in an earlier period to assist with cash flow during the pandemic. No repayments have been made during the year. The loan is interest free and repayable on demand. At the balance sheet date the amount due to Alan Stopher was £10,000 (2020 - £10,000).

Huddersfield Canal Society Limited

Statement of Financial Activities by fund for the Year Ended 31 December 2021

Unrestricted Funds

	Total Unrestricted Funds 2021 £	Total Unrestricted Funds 2020 £
Income and Endowments from:		
Donations and legacies	16,558	14,504
Charitable activities	8,424	5,464
Investment income	<u>5,371</u>	<u>4,949</u>
Total income	<u>30,353</u>	<u>24,917</u>
Expenditure on:		
Raising funds	(360)	(399)
Charitable activities	<u>(47,647)</u>	<u>(50,162)</u>
Total expenditure	(48,007)	(50,561)
Gains/losses on investment assets	<u>41,553</u>	<u>(1,846)</u>
Net income/(expenditure)	<u>23,899</u>	<u>(27,490)</u>
Net movement in funds	23,899	(27,490)
Reconciliation of funds		
Total funds brought forward	<u>281,087</u>	<u>308,577</u>
Total funds carried forward	<u><u>304,986</u></u>	<u><u>281,087</u></u>

Huddersfield Canal Society Limited

Statement of Financial Activities by fund for the Year Ended 31 December 2021

Restricted Funds

	Total Restricted Funds 2021 £	Total Restricted Funds 2020 £
Income and Endowments from:		
Donations and legacies	<u>230</u>	<u>690</u>
Total income	<u>230</u>	<u>690</u>
Expenditure on:		
Net income	230	690
Reconciliation of funds		
Total funds brought forward	<u>690</u>	<u>-</u>
Total funds carried forward	<u><u>920</u></u>	<u><u>690</u></u>

Huddersfield Canal Society Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

	Total 2021 £	Total 2020 £
Income and Endowments from:		
Donations and legacies (analysed below)	16,788	15,194
Charitable activities (analysed below)	8,424	5,464
Investment income (analysed below)	<u>5,371</u>	<u>4,949</u>
Total income	<u>30,583</u>	<u>25,607</u>
Expenditure on:		
Raising funds (analysed below)	(360)	(399)
Charitable activities (analysed below)	<u>(47,647)</u>	<u>(50,162)</u>
Total expenditure	(48,007)	(50,561)
Gains/losses on investment assets (analysed below)	<u>41,553</u>	<u>(1,846)</u>
Net income/(expenditure)	<u>24,129</u>	<u>(26,800)</u>
Net movement in funds	24,129	(26,800)
Reconciliation of funds		
Total funds brought forward	<u>281,777</u>	<u>308,577</u>
Total funds carried forward	<u><u>305,906</u></u>	<u><u>281,777</u></u>

Huddersfield Canal Society Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

	Total 2021 £	Total 2020 £
<i>Donations and legacies</i>		
Donations- Boat	4,415	-
Appeals and donations	1,901	931
Appeals and donations	230	690
Gift Aid tax reclaimed	1,983	766
UK Government grants	8,259	12,807
	16,788	15,194
<i>Charitable activities</i>		
Subscriptions	3,275	2,909
Other income	2,884	2,555
Trading income from boat	2,265	-
	8,424	5,464
<i>Investment income</i>		
Interest on cash deposits	-	83
Income from other investments	5,371	4,866
	5,371	4,949
<i>Raising funds</i>		
Administration of investments	360	399
	360	399

Huddersfield Canal Society Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

	Total 2021 £	Total 2020 £
<i>Charitable activities</i>		
Opening stock	822	1,167
Fundraising trading - cost of goods sold and other costs	5,109	5,627
Closing stock	(2,396)	(822)
Wages and salaries	28,637	28,080
Staff pensions	1,886	1,842
Telephone and fax	593	738
Office expenses	4,644	4,676
Competition and events	478	480
Printing, postage and stationery	1,569	1,100
Sundry expenses	318	798
Motor expenses	1,620	1,871
Travel and subsistence	88	82
Promotional expenses - P Link newsletter	678	652
Bank charges	144	144
Depreciation of other tangible	859	1,105
Accountancy fees	288	462
Independent examiner's fee	2,310	2,160
	<u>47,647</u>	<u>50,162</u>
 <i>Gains/losses on investment assets</i>		
Realised gain/(loss) on investment assets	14,537	-
Gain/(loss) on revaluation of investments	<u>27,016</u>	<u>(1,846)</u>

This page does not form part of the statutory financial statements.