

Company registration number: 02986417

Charity registration number: 1042227

The Derby & Sandiacre Canal Trust Limited

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2019

Community Accounting Plus
7 Mansfield Road
Nottingham
NG1 3FB

The Derby & Sandiacre Canal Trust Limited

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 7
Independent Examiner's Report	8
Statement of Financial Activities	9
Balance Sheet	10
Notes to the Financial Statements	11 to 18

The Derby & Sandiacre Canal Trust Limited

Reference and Administrative Details

Trustees	E Case V Clare P N Horton-Turner C W J Madge C ReesFitzPatrick W D Savidge M Snaith M Throup MP K Miller
Registered Office	62 Broadway, Duffield Belper Derbyshire DE56 4BU
Company Registration Number	02986417
Charity Registration Number	1042227
Independent Examiner	John O'Brien, employee of Community Accounting Plus 7 Mansfield Road Nottingham NG1 3FB

The Derby & Sandiacre Canal Trust 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 March 2019.

Trustees

E Case

V Clare

P N Horton-Turner

C W J Madge

C ReesFitzPatrick

W D Savidge

M Snaith

M Throup MP

K Miller (appointed 4 September 2018)

Cllr. M Stanton, Nominated (South Derbyshire District Council) (resigned 10 April 2019)

Cllr C Poulter, Nominated (Derby City Council) (appointed 21 June 2018 and resigned 10 March 2019)

G Jennings, Nominated by Derby City Council (resigned 10 April 2019)

J Baylis, Nominated (Inland Waterways Association) (resigned 10 April 2019)

Cllr. Garry Hickton, Nominated (Derbyshire County Council) (resigned 10 April 2019)

Dom Anderson, Nominated (Derby City Council) (resigned 21 June 2018)

R Harris, Nominated (Erewash Borough Council) (resigned 21 November 2018)

W S Major, Nominated (Erewash Bourough Council) (resigned 31 October 2018)

S Jeffery (Died 23 September 2018)

The Derby & Sandiacre Canal Trust Limited

Trustees' Report

Structure, governance and management

Nature of governing document

The charity is a company limited by guarantee and registered charity. It is operated under the rules of its memorandum and articles of association 3/11/1994. Most recently amended on 10/4/2019. It has no share capital and the liability of each subscriber in the event of winding-up is limited to £1.

The Directors are awaiting confirmation of filing of the amendments by Companies House.

Recruitment and appointment of trustees

In accordance with Article 16 of the new Constitution, a third of all Directors retire at the Annual General Meeting and being eligible, offer themselves for re-election.

The Trustees (previously Nominated Directors) are appointed by the Four Local Authorities on an annual renewable basis being drawn from Councillors and/or Senior members of staff, or by the membership of Restoration Partners. New Directors are invited to join the Trustees based on their knowledge and experience of the canal project and their appointments are subject to approval at the Annual General Meeting.

The Trust employed a part time fundraiser from April 2018 until the end of her contract in January 2019. Major decisions are taken by the members of the Board.

Remembrance

It is with great sadness that we have to report the death of our Chairman, Steve Jeffrey, following a long battle with cancer. Steve was involved with the project, being Vice Chairman from the inception, and taking over the Chairmanship when Paul Turner relinquished the post on 3rd December 2005. His dedication to the project together with his involvement with the business community of Derby and his professional qualification as a Chartered Surveyor (FRICS) proved invaluable to the Trust. We would also like to record our thanks to his wife Claudia, who supported him and the Trust as Secretary for the last five years. The Trust will miss his enthusiasm and commitment to the canal scheme.

Organisational structure

The Trustees and Directors meet at least four times a year to consider strategy and progress. Additional updates are communicated as required electronically. The Directors meet at least monthly to determine project activity. Experts are co-opted to the Board to provide advice as follows:

Mike Wingfield (engineering), Duncan Inwood (planning), Mike Wood (architect) and Andrew Baird (communications). Most day to day administration is delegated to Chris ReesFitzPatrick, with expenditure and legal commitments being approved by the Board.

The Derby & Sandiacre Canal Trust Limited

Trustees' Report

Major risks and management of those risks

Risk management

Major risks to the Trust have been reviewed and systems and procedures put into place to manage those risks, including regular review at directors meetings. Major changes are communicated to the Board at quarterly meetings. A key risk is that one section of the canal line owned by the Trust is in water and the Trust is aware of its land drainage responsibilities to prevent flooding of neighbours. The risk is managed by periodic inspection and clearance of drainage channels.

The Trust is aware of moves to use the canal path from Sandiacre to Derby for a new tram route to connect to the HS2 hub at Toton. Directors are actively building and presenting a case for an alternative tram route to be found.

Objectives and activities

Objects and aims

The objectives of the Trust are to restore the former Derby Canal waterway from the Erewash Canal at Sandiacre to the Trent and Mersey Canal at Swarkestone via central Derby, as close as possible to the original route, thereby connecting Derby to the national canal network. In completing this objective the Trust and its partners will seek to maximise the impact on the community's quality of life, primarily by encouraging active use of the waterway by individuals and clubs and creating and maintaining a water based environment that will support and encourage wildlife and the wider environment. This will also generate sustainable economic development, job creation through tourism and sports, and educational, heritage and leisure benefits for the City of Derby, the Borough of Erewash, South Derbyshire District and the East Midlands region generally.

The Trust has also prepared detailed policy statements on a number of major issues relating to the restoration of the canal covering environmental, canal corridor access and leisure, and Health and Safety issues. The Trust seeks to be the catalyst, not only for the canal restoration but also the enhancement of the neighbouring land corridor, in partnership with local authorities, landowners, community and volunteer groups, developers and all neighbours and residents.

The Trust is supported by the Derby & Sandiacre Canal Society, which is self-funding and its significant contribution, both financial and in volunteer time, is acknowledged.

The Trust acknowledges the support given by the four local authorities (councillors and officers), the Inland Waterways Association and the Derby and Sandiacre Canal Society in raising the profile of the overall project with members of the public.

The Derby & Sandiacre Canal Trust Limited

Trustees' Report

Objectives, strategies and activities

The Trust has continued to make good progress during the year. The Development Committee have continued to meet on a regular basis to drive forward restoration efforts on behalf of the Trust. During the year the Committee has reviewed the overall Restoration Strategy and during her time with us the employed Fundraising Manager has created a Fundraising Strategy Approach. However, the Trust will continue to seize any opportunities for restoration where funding options are located.

The public appeal for donation pledges for the restoration of an 1100m section of the canal at Hopwell Road, Draycott ("the Draycott Mile") is virtually complete and stands at over £95,000, close to its target of £100,000. Grant funding options for the remaining £270,000 have been researched and await the granting of planning permission before applications are made.

The Canal Cottages (previously the Coop Cottages) in Hopwell Lane, Draycott, have continued to be restored with most of the work being completed by volunteers. The building's walls and roof have been restored and work is well under way on the internal structure and provision of services. Loan facilities have been provided by supporters and Trustees at less than commercial rates to fund the work over the next year. This project which also plans to create a café, museum and small Trust HQ has been adopted by the local community, who are now actively promoting the canal as part of Draycott in Bloom.

In February 2019 the Trust completed the excavation of the bottom lock in Sandiacre, funded with the help of a Rural Community grant and S106 monies from Erewash Borough Council and from local Cooperative stores fundraising. The next stage is to relocate sewers so that the lock can be restored and opened to the public.

Work has continued at Borrowash Lock with restoration of the lock chamber undertaken with the IWA Waterway Recovery Group work camp in July 2018. A follow up camp in 2019 will enhance the canal line around the lock funded through a Rural Communities Grant via the local Council.

At Spondon the Trust is working with Wheeldon Brothers Ltd, a local developer, to restore 300m of canal alongside a new housing development. Derby City Council have transferred 450m of canal path land westward from Anglers Lane to the Trust to aid this restoration.

The Trust is working with Derby City Council to establish a trip boat on the River Derwent in the city between the Council House and Darley Abbey. A permit has been agreed with the Environment Agency and planning permission is nearing approval. Funding from the LEP will then be made available to commission a disabled friendly boat. The boat will be electrically powered, designed to minimise any impact on wildlife and the environment. The boat trips will promote the local heritage and history of the Derwent valley, wildlife and of course the Trust's own restoration plans. The boat is now expected to launch in Spring 2020 staffed by Trust volunteers. The Trust has been assisted by local groups including Midland Canoe Club, Derby University and Rolls-Royce trainees in developing this project.

The Trust continues to work with Councillors and officers to promote the proposed Derby Arm scheme for the land at the Derby Triangle site, although little progress has been made over the last year. The presence of a trip boat, the completed promotional video together with a possible commercial operator of the Arm will enhance our prospects of progress.

The Trust is actively working with other local canal bodies and with the Inland Waterways Association nationally.

In preparing this report, the Directors have taken advantage of the small companies' exemptions provided by section 415A of the Companies Act 2006.

Public benefit

Restoration of the Canals will bring about economic, social, educational and environmental benefits through increased leisure and tourism, the re-development of disused land and buildings add benefits to wildlife from an improved and increased green space with improved biodiversity in the flora, fauna and habitat.

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.

The Derby & Sandiacre Canal Trust Limited

Trustees' Report

Financial review

Policy on reserves

The Trust has aimed to build up unrestricted funds to enable it to match funding for future grant applications, whilst being able to meet the day to day running costs of the Trust. At the end of March 2019 the unrestricted funds balance was £83,247 (2018: £85,713).

Plans for future periods

Activities planned to achieve aims

The Development Group continue to promote the canal restoration and are actively negotiating with landowners and developers along the line of the canal. We are actively seeking Partnerships with Local Authorities and other Stakeholders to add to the breadth of support and encouraging the Canal Society in its efforts to promote and develop the canal restoration within its meetings, fundraising activities and working parties.

The Derby & Sandiacre Canal Trust Limited

Trustees' Report

Statement of Trustees' Responsibilities

The trustees (who are also the directors of The Derby & Sandiacre Canal Trust 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.

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 and signed on its behalf by:

.....

C W J Madge
Trustee

The Derby & Sandiacre Canal Trust Limited

Independent Examiner's Report to the trustees of The Derby & Sandiacre Canal Trust Limited

Independent examiner's report to the trustees of The Derby & Sandiacre Canal Trust Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 March 2019.

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 the Company 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 that in any material respect:

1. accounting records were not kept in respect of the Company 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.

.....
John O'Brien MSc, FCCA, FCIE, employee of Community Accounting Plus
Fellow of the Association of Charity Independent Examiners

7 Mansfield Road
Nottingham
NG1 3FB

Date:.....

The Derby & Sandiacre Canal Trust Limited

Statement of Financial Activities for the Year Ended 31 March 2019 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Income and Endowments from:					
Donations and legacies	2	3,415	-	3,415	1,064
Charitable activities	3	<u>12,636</u>	<u>105,357</u>	<u>117,993</u>	<u>45,738</u>
Total Income		<u>16,051</u>	<u>105,357</u>	<u>121,408</u>	<u>46,802</u>
Expenditure on:					
Charitable activities	5	<u>(26,867)</u>	<u>(62,201)</u>	<u>(89,068)</u>	<u>(26,263)</u>
Total Expenditure		<u>(26,867)</u>	<u>(62,201)</u>	<u>(89,068)</u>	<u>(26,263)</u>
Net (expenditure)/income		(10,816)	43,156	32,340	20,539
Transfers between funds		<u>8,350</u>	<u>(8,350)</u>	-	-
Net movement in funds		(2,466)	34,806	32,340	20,539
Reconciliation of funds					
Total funds brought forward		<u>85,713</u>	<u>30,051</u>	<u>115,764</u>	<u>95,225</u>
Total funds carried forward	13	<u><u>83,247</u></u>	<u><u>64,857</u></u>	<u><u>148,104</u></u>	<u><u>115,764</u></u>

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

The funds breakdown for the period is shown in note 13.

	Note	Unrestricted funds £	Restricted funds £	Total 2018 £
Income and Endowments from:				
Donations and legacies	2	1,064	-	1,064
Charitable activities	3	<u>9,727</u>	<u>36,011</u>	<u>45,738</u>
Total income		<u>10,791</u>	<u>36,011</u>	<u>46,802</u>
Expenditure on:				
Charitable activities	5	<u>(20,303)</u>	<u>(5,960)</u>	<u>(26,263)</u>
Total expenditure		<u>(20,303)</u>	<u>(5,960)</u>	<u>(26,263)</u>
Net (expenditure)/income		<u>(9,512)</u>	<u>30,051</u>	<u>20,539</u>
Net movement in funds		(9,512)	30,051	20,539
Reconciliation of funds				
Total funds brought forward		<u>95,225</u>	-	<u>95,225</u>
Total funds carried forward	13	<u><u>85,713</u></u>	<u><u>30,051</u></u>	<u><u>115,764</u></u>

The Derby & Sandiacre Canal Trust Limited

(Registration number: 02986417)
Balance Sheet as at 31 March 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	10	42,763	30,318
Current assets			
Debtors	11	77,543	8,023
Cash at bank and in hand		<u>68,298</u>	<u>77,873</u>
		145,841	85,896
Creditors: Amounts falling due within one year	12	<u>(40,500)</u>	<u>(450)</u>
Net current assets		<u>105,341</u>	<u>85,446</u>
Net assets		<u>148,104</u>	<u>115,764</u>
Funds of the charity:			
Restricted funds		64,857	30,051
Unrestricted income funds			
Unrestricted funds		<u>83,247</u>	<u>85,713</u>
Total funds	13	<u>148,104</u>	<u>115,764</u>

For the financial year ending 31 March 2019 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 18 were approved by the trustees, and authorised for issue on and signed on their behalf by:

.....
C ReesFitzPatrick
Trustee

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

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). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

The Derby & Sandiacre Canal Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy 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 adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

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.

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

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.

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.

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 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
Plant and machinery	25% reducing balance

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.

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.

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

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

2 Income from donations and legacies

	Unrestricted funds	Total 2019	Total 2018
	General £	£	£
Donations and legacies;			
Donations from companies, trusts and similar proceeds	3,415	3,415	1,064
	3,415	3,415	1,064
	3,415	3,415	1,064

3 Income from charitable activities

	Unrestricted funds	Restricted funds	Total 2019	Total 2018
	General £	£	£	£
Grants & donations	-	100,079	100,079	31,554
Membership	8,195	-	8,195	7,246
Contract work	333	-	333	666
Gift Aid	2,473	5,278	7,751	5,871
Advertising	1,200	-	1,200	400
Sundry	-	-	-	1
Sale of fixed assets	435	-	435	-
	12,636	105,357	117,993	45,738
	12,636	105,357	117,993	45,738

4 Grants & donations

	Unrestricted funds	Restricted funds	Total
	£	£	£
Derbyshire City Council	-	5,000	5,000
Sandiacre Community Grant	-	12,500	12,500
Gift Aid	-	5,278	5,278
Erewash S106	-	54,000	54,000
Sundry grants & donations	3,415	28,579	31,994
	3,415	105,357	108,772
	3,415	105,357	108,772

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

5 Expenditure on charitable activities

	Unrestricted funds	Restricted funds	Total 2019	Total 2018
	General £			
Canal route maintenance costs	-	-	-	2,309
Administrative costs	7,675	697	8,372	5,832
Depreciation	240	2,850	3,090	106
Rent and rates	300	-	300	300
Staff	14,347	-	14,347	-
Independent examination fee	500	-	500	450
River boat	-	719	719	-
Sandiacre & Draycott projects	-	48,741	48,741	-
Legal and professional	975	-	975	2,840
Cottages (note 15)	-	-	-	10,029
Borrowwash project	432	9,194	9,626	-
Sundry	1,718	-	1,718	-
Water supply	25	-	25	50
New Website and interpretation material	655	-	655	4,347
	26,867	62,201	89,068	26,263

6 Trustees remuneration and expenses

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

Two trustees received reimbursements of £7,967 for goods purchased on behalf of the charity.

7 Fees payable to independent examiner

During the period, the fees payable (excluding VAT) to the charity's independent examiner Community Accounting Plus are analysed as follows:

	2019 £	2018 £
Independent examination	500	450
	500	450

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

8 Staff costs

The aggregate payroll costs were as follows:

	2019
	£
Staff costs during the year were:	
Wages and salaries	14,171
Pension costs	176
	<hr/>
	14,347
	<hr/> <hr/>

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

	2019
	No
Average number of employees	<hr/> <hr/> 1

1 (2018 -) of the above employees participated in the Defined Contribution Pension Schemes.

Contributions to the employee pension schemes for the year totalled £176 (2018 - £Nil).

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

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

9 Taxation

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

10 Tangible fixed assets

	Land and buildings £	Plant & machinery £	Total £
Cost			
At 1 April 2018	50,000	6,317	56,317
Additions	3,493	12,057	15,550
Disposals	-	(3,382)	(3,382)
At 31 March 2019	53,493	14,992	68,485
Depreciation			
At 1 April 2018	20,000	5,999	25,999
Charge for the year	-	3,090	3,090
Eliminated on disposals	-	(3,367)	(3,367)
At 31 March 2019	20,000	5,722	25,722
Net book value			
At 31 March 2019	33,493	9,270	42,763
At 31 March 2018	30,000	318	30,318

Included within the net book value of land and buildings above is £33,493 (2018 - £30,000) in respect of freehold land and buildings and £Nil (2018 - £Nil) in respect of leaseholds.

11 Debtors

	2019 £	2018 £
Prepayments	824	838
Other debtors	76,719	7,185
	77,543	8,023

Included in the total of other debtors is £56,616 relating to the Draycott cottages. See note 15.

12 Creditors: amounts falling due within one year

	2019 £	2018 £
Other loans	40,000	-
Other creditors	500	450
	40,500	450

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

13 Funds

	Balance at 1 April 2018 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2019 £
Unrestricted funds					
<i>General</i>					
General Fund	85,713	16,051	(26,867)	8,350	83,247
Restricted funds					
Sandiacre Lock Fund	1,386	66,500	(47,487)	(5,400)	14,999
Borrowwash Lock Fund	2,433	6,761	(9,194)	-	-
Machinery	492	3,008	(875)	(2,625)	-
'Packet Fund'	800	-	(697)	200	303
Draycott Golden Mile Project	24,940	23,388	(3,054)	-	45,274
Gazebo Fund	-	700	(175)	(525)	-
River Boat Fund	-	5,000	(719)	-	4,281
Total restricted funds	<u>30,051</u>	<u>105,357</u>	<u>(62,201)</u>	<u>(8,350)</u>	<u>64,857</u>
Total funds	<u>115,764</u>	<u>121,408</u>	<u>(89,068)</u>	<u>-</u>	<u>148,104</u>

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

Sandiacre Lock Fund: To enable works to excavate Sandiacre Bottom Lock.

Borrowwash Lock Fund: To enable the rebuilding of the lock walls of Borrowwash Bottom Lock.

Machinery: To enable the Trust to acquire mechanised equipment.

'Packet' Fund: To part fund three editions of "The Packet" a half yearly magazine sent to members.

Draycott Golden Mile Project: To convert a 3/4 mile drainage ditch to a navigable canal.

Gazebo Fund: To purchase a Gazebo.

River Boat Fund: To establish a River Boat on the Derwent.

The transfer from the Sandiacre Lock fund to the General fund represents the net book value of fixed assets, the use of which is not subject to any restriction.

The transfer from the Machinery fund to the General fund represents the net book value of fixed assets, the use of which is not subject to any restriction.

The transfer from the Gazebo fund to the General fund represents the net book value of fixed assets, the use of which is not subject to any restriction.

The transfer from the General fund to the Packet fund is the reallocation of Gift Aid not accounted for in the previous year.

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

14 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	General £	£	£
Tangible fixed assets	42,763	-	42,763
Current assets	80,984	64,857	145,841
Current liabilities	(40,500)	-	(40,500)
Total net assets	<u>83,247</u>	<u>64,857</u>	<u>148,104</u>

15 Related party transactions

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

The Draycott Canal Cottages

In July 2017 a Trustee acquired the Canal Cottages freehold to allow the Trust to restore the last remaining contemporaneous building along the canal line. An option agreement has been signed to allow the Trust to purchase the freehold from the Trustee at rolled up cost before June 2019, when it is in funds. We are currently discussing an extension of the option agreement; it is very likely that the Trust will purchase the cottages.

The Trust is restoring the cottages under a management agreement with the Trustee. Should the Option agreement not be exercised these costs will revert to and be borne by the Trustee. At the balance sheet date the creditor relating to the trustee The Draycott Canal Cottages was £56,616 (2018 - £Nil).

Paul Horton-Turner

Services to a value of £450 were provided by Ryehill Farm of which Paul is a director. These charges were donated back to The Derby & Sandiacre Canal Trust Limited. At the balance sheet date the creditor relating to the trustee Paul Horton-Turner was £Nil (2018 - £Nil).

Donation

Four directors donated a total of £1,193. At the balance sheet date the creditor relating to the trustee Donation was £Nil (2018 - £Nil).

Loan

The partner of a trustee loaned £10,000 towards the Canal Cottages in March 2019. At the balance sheet date the creditor relating to the trustee Loan was £10,000 (2018 - £Nil).