

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 2020

Community Accounting Plus
Units 1 & 2
North West
41 Talbot Street
Nottingham
NG1 5GL

The Derby & Sandiacre Canal Trust Limited

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The Derby & Sandiacre Canal Trust Limited

Reference and Administrative Details

Trustees	E Case V Clare P N Horton-Turner C W J Madge K Miller C ReesFitzPatrick W D Savidge M Snaith M Throup MP
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 Units 1 & 2 North West 41 Talbot Street Nottingham NG1 5GL

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 2020.

Trustees

E Case

V Clare

P N Horton-Turner

C W J Madge

K Miller

C ReesFitzPatrick

W D Savidge

M Snaith

M Throup MP

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

Advisory Committee members

Cllr P Watson, nominated by South Derbyshire District Council

Cllr C Poulter, nominated by Derby City Council

Cllr A Graves, nominated by Derby City Council

Greg Jennings, nominated by Derby City Council

Cllr G Hickton, nominated by Derbyshire County Council

Cllr T Scott, nominated by Erewash Borough Council

John Bayls, nominated by Inland Waterways Association

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 dated 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.

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.

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.

In addition to the Directors, Advisory Committee Members (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.

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 with comprehensive insurance put into place to manage those risks, including regular review at development meetings. Major changes are communicated to the Board at quarterly meetings. The Trust has an option to purchase the Canal Cottages freehold, which expires in June 2021. The Trust has negotiated banking arrangements to ensure sufficient funds are available to buy the property by the expiry date so that it does not lose the equity now being built up in the property.

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 and is the subject of works expected to be completed within the next twelve months to eliminate the risk.

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

Volunteers are at risk from the Covid 19 virus. The Trust has implemented best practice procedures to minimise risks on working party activities.

Financial review

The Statement of Financial Activities for the year is set out within the financial statements.

Income to the Trust for 2019/20 comprised a grant for the River boat of £73,000, together with a specific grant of £5,580 for lock improvements at Borrowash. We have also been delighted to receive our first legacy of £22,782. Since the year end we have collected the balance of the public donations for the Draycott Golden Mile, with many pledge makers increasing their offer when the pledge was called in. Trustees are very grateful for this tremendous and growing support.

Policy on reserves

Our general reserves currently stand at around £115,640, but much of this is represented by fixed assets. The Trust try to maintain a general reserve of cash at around £30,000, but the year end saw this increased by the legacy of £22,000 received during the year and as yet not spent or allocated to a project. The reserves are set to ensure that we can meet possible liabilities when they fall due, maintain our equipment and also provide a funding buffer to allow the Trust to take advantage of small unforeseen opportunities such as land purchase as they occur.

The Derby & Sandiacre Canal Trust Limited

Trustees' Report

Objectives and activities

Objects and aims

The objective of the Trust is 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 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 Derby & Sandiacre Canal Trust Limited

Trustees' Report

Achievements and performance

The Trust has continued to make good progress during the year, although blighted during the last few months by the pandemic lockdown. The Board have continued to meet on a regular basis to drive forward restoration efforts on behalf of the Trust, operating online in accordance with government guidance.

The funding for the restoration of an 1100m section of the canal at Hopwell Road, Draycott ("the Draycott Mile") is virtually complete, with £100,000 collected from public donations and a further £350,000 to enable a flood defence scheme delivered by the canal. Planning permission has been granted and the trust expects to complete the canal section within the next twelve months once we have protected the water vole population that have established themselves in the existing ditch. Substantial efforts have been made by volunteers to keep the banks well maintained and to remove invasive plants previously prevalent there.

A change of use planning permission has been granted for the Canal Cottages in Hopwell Lane, Draycott adjacent to the "Golden Mile", and works have continued by volunteers with some contractors as required. A water borehole, waste management system with drains, gas and electricity services have been installed and all structural work completed, with internal fitout on the first cottage well advanced. Work has now recommenced in June 2020 after the lockdown. Loan facilities have been provided by supporters and Trustees at lower than commercial rates to fund the remaining work. This project which also creates a café, museum and small Trust HQ has proven our ability to deliver and has attracted substantial and increasing support from the local community, as well as an anticipated surplus over expenditure of around £500,000 to support future restoration.

The Trust has been in dialogue with Severn Trent to relocate sewers around locks at Sandiacre and Borrowwash, which would enable further restoration work, hopefully in 2020.

At Spondon the first length of canal (300m) has been excavated by Wheeldon Brothers Ltd, a local developer, alongside their new housing development and is now in water. This only requires work to tidy up the towpath to complete the works. To date Wheeldon Brothers Ltd have funded the works with the Trust covering Archaeological Supervision Fees.

The Trust has received funding from D2N2 via Derby City Council to establish a trip boat on the River Derwent in the city operating between the Council House and Darley Abbey. The boat has been built locally and awaits some final internal fit out . The boat is 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 launch has been delayed by the Covid 19 outbreak and is now expected to be launched for the public in Spring 2021 staffed by Trust volunteers.

The Trust has continued to promote the proposed Derby Arm scheme for the land at the Derby Triangle site, and has had great support from Marketing Derby, the city's inward investment organisation and local employers. We are now in dialogue with the developers and are commissioning studies to assess the viability of our plans for the Derby Arm and visitor centre.

Our vision for the city and its connection to the water in its centre has been warmly received and gained business supporters across the city. We are hopeful that further progress may be seen in the forthcoming years to establish a lock in the weir in the river and bring boats and activity to the city centre and through its connection to the national canal network.

The Trust continues to work in cooperation with other local canal restoration bodies by sharing resource and expertise. The Trust also has representatives on restoration committees set up by the Inland Waterways Association nationally and receives ongoing support, advice and Waterway Recovery Group visits in return.

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.

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

.....
C W J Madge
Trustee

Small companies provision statement

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

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 2020.

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

Units 1 & 2
North West
41 Talbot Street
Nottingham
NG1 5GL

Date:.....

The Derby & Sandiacre Canal Trust Limited

Statement of Financial Activities for the Year Ended 31 March 2020 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Income and Endowments from:					
Donations and legacies	2	28,860	-	28,860	3,415
Charitable activities	3	9,948	89,606	99,554	117,993
Investment income	5	182	-	182	-
Total Income		<u>38,990</u>	<u>89,606</u>	<u>128,596</u>	<u>121,408</u>
Expenditure on:					
Charitable activities	6	(6,597)	(68,945)	(75,542)	(89,068)
Total Expenditure		<u>(6,597)</u>	<u>(68,945)</u>	<u>(75,542)</u>	<u>(89,068)</u>
Net income		<u>32,393</u>	<u>20,661</u>	<u>53,054</u>	<u>32,340</u>
Net movement in funds		32,393	20,661	53,054	32,340
Reconciliation of funds					
Total funds brought forward		<u>83,247</u>	<u>64,857</u>	<u>148,104</u>	<u>115,764</u>
Total funds carried forward	14	<u><u>115,640</u></u>	<u><u>85,518</u></u>	<u><u>201,158</u></u>	<u><u>148,104</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 14.

	Note	Unrestricted funds £	Restricted funds £	Total 2019 £
Income and Endowments from:				
Donations and legacies	2	3,415	-	3,415
Charitable activities	3	12,636	105,357	117,993
Total income		<u>16,051</u>	<u>105,357</u>	<u>121,408</u>
Expenditure on:				
Charitable activities	6	(26,867)	(62,201)	(89,068)
Total expenditure		<u>(26,867)</u>	<u>(62,201)</u>	<u>(89,068)</u>
Net (expenditure)/income		(10,816)	43,156	32,340
Transfers between funds		8,350	(8,350)	-
Net movement in funds		(2,466)	34,806	32,340
Reconciliation of funds				
Total funds brought forward		<u>85,713</u>	<u>30,051</u>	<u>115,764</u>
Total funds carried forward	14	<u><u>83,247</u></u>	<u><u>64,857</u></u>	<u><u>148,104</u></u>

The Derby & Sandiacre Canal Trust Limited

(Registration number: 02986417)
Balance Sheet as at 31 March 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	11	40,921	42,763
Current assets			
Debtors	12	179,996	77,543
Cash at bank and in hand		<u>100,756</u>	<u>68,298</u>
		280,752	145,841
Creditors: Amounts falling due within one year	13	<u>(120,515)</u>	<u>(40,500)</u>
Net current assets		<u>160,237</u>	<u>105,341</u>
Net assets		<u>201,158</u>	<u>148,104</u>
Funds of the charity:			
Restricted income funds			
Restricted funds	14	85,518	64,857
Unrestricted income funds			
Unrestricted funds		<u>115,640</u>	<u>83,247</u>
Total funds	14	<u>201,158</u>	<u>148,104</u>

For the financial year ending 31 March 2020 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 8 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 2020

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.

Investment income

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

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

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

Depreciation is not charged on the freehold property as it is regularly maintained and considered to have a residual value in excess of the carrying value.

At the year end the build of the river boat was incomplete and as the funding grant remains refundable until delivery of the river boat onto the Derwent the directors consider it imprudent to capitalise the costs incurred at this stage.

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.

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

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.

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 2020	Total 2019
	General £	£	£
Donations and legacies;			
Donations from companies, trusts and similar proceeds	28,860	28,860	3,415
	28,860	28,860	3,415
	28,860	28,860	3,415

3 Income from charitable activities

	Unrestricted funds	Restricted funds	Total 2020	Total 2019
	General £	£	£	£
Grants & donations	-	89,606	89,606	107,830
Membership	7,082	-	7,082	8,195
Contract work	1,666	-	1,666	333
Advertising	1,200	-	1,200	1,200
Sale of fixed assets	-	-	-	435
	9,948	89,606	99,554	117,993
	9,948	89,606	99,554	117,993

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

4 Grants & donations

	Unrestricted funds £	Restricted funds £	Total £
Derbyshire City Council	-	73,000	73,000
Borrowash & Ockbrook PC	-	5,580	5,580
Cooperative Store	-	3,188	3,188
Gift Aid	1,420	1,368	2,788
Legacy	22,782	-	22,782
Sundry grants & donations	4,658	6,470	11,128
	<u>28,860</u>	<u>89,606</u>	<u>118,466</u>

5 Investment income

	Unrestricted funds General £	Total 2020 £
Interest receivable and similar income; Interest receivable on bank deposits	182	182
	<u>182</u>	<u>182</u>

6 Expenditure on charitable activities

	Unrestricted funds General £	Restricted funds £	Total 2020 £	Total 2019 £
Administrative costs	3,122	-	3,122	8,372
Depreciation	2,476	-	2,476	3,090
Rent and rates	300	-	300	300
Staff	-	-	-	14,347
Independent examination fee	515	-	515	500
River boat	-	61,901	61,901	719
Sandiacre & Draycott projects	-	451	451	48,741
Legal and professional	-	-	-	975
General costs	159	1,457	1,616	-
Borrowash project	-	5,136	5,136	9,626
Sundry	-	-	-	1,718
Water supply	25	-	25	25
New Website and interpretation material	-	-	-	655
	<u>6,597</u>	<u>68,945</u>	<u>75,542</u>	<u>89,068</u>

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

7 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:
Four trustees received reimbursements of £17,372 for goods purchased on behalf of the charity.

8 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:

	2020 £	2019 £
Independent examination	515	500
	<u>515</u>	<u>500</u>

9 Staff costs

The aggregate payroll costs were as follows:

	2020 £	2019 £
Staff costs during the year were:		
Wages and salaries	-	14,171
Pension costs	-	176
	<u>-</u>	<u>14,347</u>

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

	2020 No	2019 No
Average number of employees	<u>-</u>	<u>1</u>

0 (2019 - 1) of the above employees participated in the Defined Contribution Pension Schemes.

Contributions to the employee pension schemes for the year totalled £Nil (2019 - £176).

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 2020

10 Taxation

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

11 Tangible fixed assets

	Land and buildings £	Plant & machinery £	Total £
Cost			
At 1 April 2019	53,493	14,992	68,485
Additions	-	634	634
At 31 March 2020	53,493	15,626	69,119
Depreciation			
At 1 April 2019	20,000	5,722	25,722
Charge for the year	-	2,476	2,476
At 31 March 2020	20,000	8,198	28,198
Net book value			
At 31 March 2020	33,493	7,428	40,921
At 31 March 2019	33,493	9,270	42,763

Included within the net book value of land and buildings above is £33,493 (2019 - £33,493) in respect of freehold land and buildings and £Nil (2019 - £Nil) in respect of leaseholds.

12 Debtors

	2020 £	2019 £
Prepayments	1,186	824
Other debtors	178,810	76,719
	179,996	77,543

Included in the total of other debtors is £165,156 relating to the Draycott cottages. See note 17.

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

13 Creditors: amounts falling due within one year

	2020 £	2019 £
Other loans	120,000	40,000
Other creditors	515	500
	120,515	40,500

14 Funds

	Balance at 1 April 2019 £	Incoming resources £	Resources expended £	Balance at 31 March 2020 £
Unrestricted funds				
<i>General</i>				
General Fund	83,247	38,990	(6,597)	115,640
Restricted funds				
Borrowwash Lock Improvements	-	5,580	(5,580)	-
Sandiacre Lock Fund	14,999	-	(451)	14,548
Machinery	-	3,188	(710)	2,478
'Packet Fund'	303	-	(303)	-
Draycott Golden Mile Project	45,274	7,838	-	53,112
River Boat Fund	4,281	73,000	(61,901)	15,380
	64,857	89,606	(68,945)	85,518
Total restricted funds				
	148,104	128,596	(75,542)	201,158

The Derby & Sandiacre Canal Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

	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	30,051	105,357	(62,201)	(8,350)	64,857
Total funds	115,764	121,408	(89,068)	-	148,104

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 prior year 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 prior year 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 prior year 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 prior transfer from the General fund to the Packet fund relates to 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 2020

15 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	2020
	General £		Total funds £
Tangible fixed assets	40,921	-	40,921
Current assets	195,234	85,518	280,752
Current liabilities	(120,515)	-	(120,515)
Total net assets	115,640	85,518	201,158

	Unrestricted funds	Restricted funds	2019
	General £		Total funds £
Tangible fixed assets	42,763	-	42,763
Current assets	80,984	64,857	145,841
Current liabilities	(40,500)	-	(40,500)
Total net assets	83,247	64,857	148,104

16 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 2021.

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 Trust had expended £165,156 (2019 £56,616) on restoration of the Cottages. When the Trust acquires the freehold these costs will be added to the freehold cost in fixed assets. Until then these costs are treated as a debt recoverable from the Trustee.

Donation

Four directors donated a total of £5,103.

Loan

Two directors and the spouse of a further director each loaned £10,000 towards the Canal Cottages during the year ended March 2020.