

Charity Registration No. 1110968

Company Registration No. 05385120

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

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HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2018

The trustees are pleased to present their report, together with the unaudited financial statements of the charitable company ('the charity') for the year ended 31 March 2018.

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

OBJECTIVES AND ACTIVITIES

The objects of the charity are to promote, for the residents of the Hillside Parishes, the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances, or for the public at large in the interests of social welfare, and with the object of improving the condition of life of the said residents.

The charity acquired an area of land which now provides a permanent home for the annual Borrowby Show. It also includes a cricket pitch, football pitch, tennis courts, children's play area, jogging/walking track and an open grassed area suitable for pony club rallies and shows.

The trustees regularly review the objectives and activities of the charity and as part of this review, they have considered the Charity Commission's general guidance on public benefit.

ACHIEVEMENTS AND PERFORMANCE

Since its inception in 2005, the site development project has progressed well with the completion of the required facilities, together with the development of additional facilities and events to meet ongoing community and stakeholder group demand.

During the period from April 2017 to March 2018, Hillside Rural Activities Park continued to be well used by both the local community and those from further afield. The facility is also well used by the member clubs and the geographical location, parking facilities and size of the facility has attracted other organisations to run successful events.

The focus for the year under review and moving forward is the promotion of the site to increase and stabilise revenue and establish a maintenance plan for the facilities.

FINANCIAL REVIEW AND RESERVES

A summary of our income, expenditure and reserve fund balances is reflected within the Statement of Financial Activities on page 5. Net outgoing resources on unrestricted funds for the year under review amounted to £20,965 (2017: £21,938) but this was after charging non-cash depreciation of fixed assets in the sum of £25,480 (2017: £28,171) and hence we generated an unrestricted cash surplus for the year of £4,515 (2017: £6,233).

The trustees have previously considered a relevant reserves policy going forward, having regard to ongoing annual cash expenditure (i.e. before depreciation provision for replacement of fixed assets) which is expected to be in the region of £7,500 to £10,000. The aim of the trustees is to maintain unrestricted cash reserves at a level which will cover anticipated unrestricted expenditure for the following 12 months. At both 31 March 2018 and 31 March 2017 this was achieved.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Hillside Rural Activities Park is a company limited by guarantee incorporated in England and Wales and governed by a Memorandum and Articles of Association dated 8 March 2005, as amended by Special Resolution dated 10 August 2005. It is also a charity registered with the Charity Commission with effect from 22 August 2005.

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2018

STRUCTURE, GOVERNANCE AND MANAGEMENT - *Continued*

Recruitment and Appointment of Trustees

The initial members of the charity were the subscribers to the Memorandum and Articles of Association. New members are appointed from time to time at the discretion of the existing members, such that the number of members is not less than three. Every member must be at least 18 year of age and reside within the boundary of the Hillside Parishes.

In relation to the Companies Act 2006, members are also directors of the limited company.

Day to Day Management

The day to day operations of the charity are overseen by the Council of Management. The Council of Management consists of the three trustees, together with representatives from Borrowby Show, Knayton Football Club, Leake Tennis Club and Leake Cricket Club. In total, the Council of Management comprises 7 members. The Memorandum and Articles of Association indicate that the Council of Management should have a minimum of 7 and maximum of 14 members.

REFERENCE AND ADMINISTRATIVE INFORMATION

Charity Name:	Hillside Rural Activities Park
Working Name:	HRAP
Charity Registration No:	1110968
Company Registration No:	05385120
Principal Office:	Oaktree Bank Knayton Thirsk North Yorkshire YO7 4AX
Trustees/Directors:	R. Morrice Mrs. J.E. Peckitt Mr. S.T. Hogg
Council of Management:	R. Morrice Mrs. J.E. Peckitt S. Dredge - representing Borrowby Show S.T. Hogg - representing Knayton Football Club N. Laws - representing Leake Tennis Club M. Jarvis - representing Leake Cricket Club P. Bell - representing Leake Cricket Club
Independent Examiner:	Mr. J. Lester FCA Baines Jewitt Limited Barrington House 41-45 Yarm Lane Stockton-on-Tees TS18 3EA
Bankers:	Barclays Bank plc 193 High Street Northallerton North Yorkshire DL7 8LJ

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2018

REFERENCE AND ADMINISTRATIVE INFORMATION - *Continued*

Solicitors: Hunt & Wrigley
The Old Post Office
83 High Street
Northallerton
North Yorkshire
DL7 8PX

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

This report was approved on behalf of the Board of Trustees on 12 November 2018 and signed on its behalf by:

R. MORRICE
Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
HILLSIDE RURAL ACTIVITIES PARK
FOR THE YEAR ENDED 31 MARCH 2018**

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 March 2018 which are set out on pages 5 to 12.

Responsibilities and Basis of Report

As the charity 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').

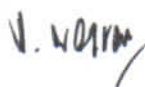
Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). 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.



J. Lester FCA
Baines Jewitt Limited
Barrington House
41-45 Yarm Lane
Stockton-on-Tees
TS18 3EA

Date: 12 November 2018

JL/AJD

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(including Income and Expenditure Account)
FOR THE YEAR ENDED 31 MARCH 2018

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £	Total Funds 2017 £
INCOME					
Grants and donations	3	3,300	7,045	10,345	4,478
Charitable activities	4	12,465	-	12,465	10,515
Investment income		3	-	3	1
TOTAL INCOME		<u>15,768</u>	<u>7,045</u>	<u>22,813</u>	<u>14,994</u>
EXPENDITURE					
Charitable Activities	5	36,733	1,245	37,978	36,932
TOTAL EXPENDITURE		<u>36,733</u>	<u>1,245</u>	<u>37,978</u>	<u>36,932</u>
Net Income/(Expenditure)	6	(20,965)	5,800	(15,165)	(21,938)
Transfers between funds	11&12	3,337	(3,337)	-	-
Net Movement in Funds		(17,628)	2,463	(15,165)	(21,938)
Reconciliation of Funds					
Total funds brought forward	11	322,007	191,000	513,007	534,945
Total Funds Carried Forward	11&12	<u>304,379</u>	<u>193,463</u>	<u>497,842</u>	<u>513,007</u>

All income and expenditure derive from continuing activities.

The Statement of Financial Activities includes all gains and losses recognised during the year.

HILLSIDE RURAL ACTIVITIES PARK
 (A Company Limited by Guarantee)
 Company Registration No. 05385120

BALANCE SHEET
AS AT 31 MARCH 2018

	Notes	£	2018 £	£	2017 £
FIXED ASSETS					
Tangible assets	8		473,779		494,521
CURRENT ASSETS					
Debtors	9	1,030		701	
Cash at bank		25,193		19,715	
			<u>26,223</u>		<u>20,416</u>
CREDITORS: Amounts falling due within one year	10	(2,160)		(1,930)	
NET CURRENT ASSETS			<u>24,063</u>		<u>18,486</u>
TOTAL NET ASSETS			<u>497,842</u>		<u>513,007</u>
FUNDS	11&12				
Unrestricted			304,379		322,007
Restricted			193,463		191,000
TOTAL FUNDS			<u>497,842</u>		<u>513,007</u>

The trustees are satisfied that the charitable company is entitled to exemption from audit under section 477 of the Companies Act 2006 for the year ended 31 March 2018.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2018 in accordance with section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for:

- (i) ensuring that the charitable company keeps accounting records which comply with sections 386 and 387 of the Companies Act 2006, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of the financial year and of its surplus or deficit for the financial year in accordance with the requirements of sections 394 and 395, and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as they are applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006.

Approved by the Trustees on 12 November 2018 and signed on their behalf by:

R. MORRICE
Trustee

HILLSIDE RURAL ACTIVITIES PARK
 (A Company Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

1. ACCOUNTING POLICIES

(a) Basis of Preparation

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

Hillside Rural Activities Park meets the definition of a public benefit entity under FRS 102.

(b) Income Recognition

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

Grants and Donations

- Where donors specify the grant or donation must be used in a future accounting period, the income is deferred until those periods;
- When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred until the period in which the pre-conditions are met.

When donors specify that grants or donations are for a particular restricted purpose, which does not amount to pre-conditions regarding entitlement, the income is included in incoming reserves within restricted funds when received.

(c) Resources Expended

Resources expended are recognised in the Statement of Financial Activities on an accruals basis, inclusive of VAT. Individual costs are allocated between the various headings in the Statement of Financial Activities by reference to their underlying nature or reason for which those costs were incurred, on an estimated percentage basis.

(d) Unrestricted and Restricted Funds

Unrestricted funds comprise income received or generated by reference to the general objects of the charity without further specified purpose. Such funds may however be designated by the trustees for specific purposes from time to time.

Restricted funds are those donated for a specified purpose as laid down by the donor or as the result of a specific appeal or application. Such funds are kept separate from the unrestricted funds of the charity and only related expenditure is charged against them.

(e) Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at the following annual rates so as to write off the cost, less estimated residual value, of fixed assets over their expected useful lives:

Freehold land	- nil
Improvements to freehold property	- 4% straight line commencing when the assets are brought into use
Plant and machinery	- 20% straight line
Playground equipment	- 10% straight line

HILLSIDE RURAL ACTIVITIES PARK
 (A Company Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

1. ACCOUNTING POLICIES (Continued)

(f) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

(g) Cash at Bank and in Hand

Cash at bank and cash in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(h) Creditors and Provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. LEGAL STATUS OF THE CHARITY

The charity is a company limited by guarantee and having no share capital. The liability of each member in the event of winding up is limited to £1.

3. INCOME FROM GRANTS AND DONATIONS

	Total 2018 £	Total 2017 £
Grants	5,300	-
Donations	5,045	4,478
	<u>10,345</u>	<u>4,478</u>

Income from grants and donations was £10,345 (2017: £4,478) of which £7,045 (2017: £2,000) was attributable to restricted funds and £3,300 (2017: £2,478) was attributable to unrestricted funds.

4. INCOME FROM CHARITABLE ACTIVITIES

	Total 2018 £	Total 2017 £
Rental and subscriptions	11,865	9,605
Advertising revenue	600	910
	<u>12,465</u>	<u>10,515</u>

In 2018 and 2017 all income from charitable activities was attributable to unrestricted funds.

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2018

5. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Total 2018 £	Total 2017 £
Rates and water	588	665
Insurance	2,010	1,980
Property repairs	479	168
Ground maintenance	3,028	343
Machinery repairs and expenses	1,640	731
Caretaking	1,200	1,200
Donations	1,245	2,000
Sundry expenses	28	125
Legal and professional fees	420	97
Profit on disposal of fixed assets	-	(378)
Depreciation	25,480	28,171
	<u>36,118</u>	<u>35,102</u>
Governance costs:		
Accountancy and related fees	1,860	1,830
	<u>37,978</u>	<u>36,932</u>

Expenditure on charitable activities was £37,978 (2017: £36,932) of which £1,245 (£2017: £2,000) was attributable to restricted funds and £36,733 (2017: £34,932) was attributable to unrestricted funds.

6. NET OUTGOING RESOURCES FOR THE YEAR

	2018 £	2017 £
This is stated after charging:		
Depreciation	25,480	28,171
Profit on disposal of fixed assets	-	(378)
Independent Examiner's fees:		
- external scrutiny	965	950
- other services	895	880
	<u>895</u>	<u>880</u>

7. TAXATION

HM Revenue & Customs Charities Division have approved the charitable status of Hillside Rural Activities Park and its income is therefore exempt from tax, under Sections 505 and 506 of the Taxes Act 1988, provided that it is applied for charitable purposes only.

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

8. TANGIBLE FIXED ASSETS

	Freehold Land	Improve- ments to Freehold Property	Plant and Machinery and Playground Equipment	Total
COST				
Balance at beginning of year	195,674	394,280	121,328	711,282
Additions	-	1,401	3,337	4,738
Disposals	-	-	-	-
Balance at end of year	<u>195,674</u>	<u>395,681</u>	<u>124,665</u>	<u>716,020</u>
DEPRECIATION				
Balance at beginning of year	-	111,823	104,938	216,761
Charge for year	-	15,828	9,652	25,480
Eliminated on disposal	-	-	-	-
Balance at end of year	<u>-</u>	<u>127,651</u>	<u>114,590</u>	<u>242,241</u>
NET BOOK VALUE				
At beginning of year	<u>195,674</u>	<u>282,457</u>	<u>16,390</u>	<u>494,521</u>
At end of year	<u>195,674</u>	<u>268,030</u>	<u>10,075</u>	<u>473,779</u>

9. DEBTORS

	2018 £	2017 £
Prepayments	-	451
Other debtors	1,030	250
	<u>1,030</u>	<u>701</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Other creditors and accruals	2,160	1,930
	<u>2,160</u>	<u>1,930</u>

11. ANALYSIS OF MOVEMENT IN FUNDS

	Funds at 31.3.2017 £	Incoming Resources £	Resources Expended £	Transfers £	Funds at 31.3.2018 £
Unrestricted	322,007	15,768	36,733	3,337	304,379
Restricted	191,000	7,045	1,245	(3,337)	193,463
	<u>513,007</u>	<u>22,813</u>	<u>37,978</u>	<u>-</u>	<u>497,842</u>

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2018

12. ANALYSIS OF RESTRICTED FUND MOVEMENTS

	Funds at 1.4.2017	Incoming Resources	Revenue Resources Expended	Transfers	Funds at 31.3.2018
	£	£	£	£	£
Land purchase	191,000	-	-	-	191,000
Ground care equipment	-	3,800	-	(3,337)	463
Training	-	1,500	-	-	1,500
Cancer Research	-	1,245	1,245	-	-
Fencing	-	500	-	-	500
	<u>191,000</u>	<u>7,045</u>	<u>1,245</u>	<u>(3,337)</u>	<u>193,463</u>

Name of Fund

Description, Nature and Purpose of the Fund

Land purchase:

The terms attaching to funds from Hambleton District Council and Evolve EB, for the purchase of land, are such that the purchase of the land did not extinguish the restriction and thus the funds remain restricted.

Ground care equipment:

During the year, the charity received grants from the Jack Brunton Charitable Trust, The Sylvia and Colin Shepherd Charitable Trust and the Hambleton District Council 'making a difference' fund totalling £3,800 for the purchase of equipment required for ground maintenance. Equipment with a total cost of £3,337 was purchased and is included in additions to fixed assets in the year. The unspent balance has been carried forward to the following year.

Training:

The Two Ridings Community Foundation, through their Grassroots Endowment Fund, gave a grant of £1,500 for the provision of training to the groundsman and coaches. Initial training took place in April 2018 and first aid training was organised for October 2018. Consequently, the whole of the grant was carried forward at 31 March 2018.

Cancer Research:

Each year, a local volunteer organises a fundraising event known as 'Hillside Alive'. This year, the proceeds from the event were to be shared equally between Hillside Rural Activities Park and Cancer Research. The whole of the net proceeds were in fact paid to the charity who then passed on the above amount to Cancer Research.

Fencing:

Additional fencing is required around the children's play area. Knayton Parish Council made a donation of £500 towards these extra costs. The fencing was installed in October 2018. Consequently, the whole of the donation was carried forward at 31 March 2018.

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted	Restricted	Total 2018	Total 2017
	£	£	£	£
Tangible fixed assets	282,779	191,000	473,779	494,521
Cash at bank	22,730	2,463	25,193	19,715
Other net current assets/(liabilities)	(1,130)	-	(1,130)	(1,229)
	<u>304,379</u>	<u>193,463</u>	<u>497,842</u>	<u>513,007</u>

HILLSIDE RURAL ACTIVITIES PARK
 (A Company Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

14. CONTINGENT LIABILITY

The following amounts remain repayable throughout the life of the project if the terms of the grants are no longer being met:

	£
Hambleton District Council	145,000
Evolve EB	46,000
	191,000

In addition:

A grant (including tax recoverable) of £20,000 from The Foundation for Sport and the Arts is potentially repayable for a period of 12 years from February 2008 in the event that the terms of the grant are not met.

A grant from Hambleton District Council of £1,000 from their 'Investing in Communities Fund' is potentially repayable for a period of five years from March 2015 if the terms of the grant are breached.

On 12 February 2013, Hambleton District Council approved the 'Public Open Space, Sport and Recreation Action Plan' for Knayton and Borrowby. That Plan included a project for the funding of a Scout hut and groundsman's store at a cost of £13,000. Subject to providing annual reports to the Council, grant funding remains available for drawdown over a period of seven years. Such grant funding is potentially repayable under certain circumstances for a period of three years from the date on which the last payment of grant is made. To date, grants of £8,910 have been drawn. As things stand, the latest grant instalment was received on 13 July 2015 and, if no further grant support is received, this three year clawback period expired on 13 July 2018.

15. TRUSTEES REMUNERATION

No trustee was paid any remuneration or reimbursed any expenses during the year.

16. RELATED PARTY TRANSACTIONS

Throughout the current and previous financial year, the charity was under the control of the trustees.

The financial statements include the following transactions with other clubs/societies with whom certain members of the Council of Management are connected:

	2018	2017
	£	£
Rent, subscriptions and other project income receivable:		
Knayton Football Club	250	250
Borrowby Agricultural and Horticultural Society	1,050	1,050
Leake Cricket Club	375	375
Leake Tennis Club	250	250
	2,325	2,975