

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 2016

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016

CONTENTS	PAGES
Report of the Trustees	1 to 3
Independent Examiner's Report to the Trustees	4
Statement of Financial Activities (including Income and Expenditure Account)	5
Balance Sheet	6
Statement of Cash Flows	7
Notes to the Financial Statements	8 to 13

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2016

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 2016.

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. Hogg - representing Knayton Football Club N. Laws - representing Leake Tennis Club A. Hickfood - representing Leake Cricket Club P. Bell - representing Leake Cricket Club
Independent Examiner:	Mr. J. Lester Baines Jewitt LLP Barrington House 41-45 Yarm Lane Stockton-on-Tees TS18 3EA
Bankers:	Barclays Bank plc 193 High Street Northallerton North Yorkshire DL7 8LJ
Solicitors:	Hunt & Wrigley The Old Post Office 83 High Street Northallerton North Yorkshire DL7 8PX

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2016

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Hillside Rural Activities Park is a company limited by guarantee, 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.

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.

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 2015 to March 2016, Hillside Rural Activities Park continued to be well used by both the local community and those from further afield. The size and number of the member clubs continues to grow and the geographical location, parking facilities and size of the facility are proving popular with those planning events.

The focus for the year under review was promotion of the site to increase revenue. Additional users and advertising banners have contributed to this.

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2016

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 £24,716 (2015: £23,945) but this was after charging non-cash depreciation of fixed assets in the sum of £28,237 (2015: £28,290) and hence we generated an unrestricted cash surplus for the year of £3,521 (2015: £4,345).

The trustees have 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 ultimate aim of the trustees is to maintain unrestricted cash reserves at a level which will cover anticipated expenditure for the following 12 months.

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 21 November 2016 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 2016**

I report on the accounts of the company for the year ended 31 March 2016 which are set out on pages 5 to 13.

Respective Responsibilities of Trustees and Examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to an audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

Basis of Independent Examiner's Statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charitieshave not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

J. Lester

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

21 November 2016

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 2016

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £	Total Funds 2015 £
INCOME					
Donations and legacies	3	2,895	8,910	11,805	19,322
Charitable activities	4	8,745	-	8,745	8,471
Investment income		2	-	2	2
TOTAL INCOME		<u>11,642</u>	<u>8,910</u>	<u>20,552</u>	<u>27,795</u>
EXPENDITURE					
Charitable Activities	5	36,358	-	36,358	36,565
TOTAL EXPENDITURE		<u>36,358</u>	<u>-</u>	<u>36,358</u>	<u>36,565</u>
Net Income/(Expenditure)	6	(24,716)	8,910	(15,806)	(8,770)
Transfers between funds	11&12	10,302	(10,302)	-	-
Net Movement in Funds		(14,414)	(1,392)	(15,806)	(8,770)
Reconciliation of Funds					
Total funds brought forward	11	353,892	196,859	550,751	559,521
Total Funds Carried Forward	11&12	<u>339,478</u>	<u>195,467</u>	<u>534,945</u>	<u>550,751</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 2016

	Notes	2016	2015
		£	£
FIXED ASSETS			
Tangible assets	8	520,302	545,024
CURRENT ASSETS			
Debtors	9	7,832	742
Cash at bank		11,873	11,716
		<u>19,705</u>	<u>12,458</u>
CREDITORS: Amounts falling due within one year	10	<u>(5,062)</u>	<u>(6,731)</u>
NET CURRENT ASSETS		<u>14,643</u>	<u>5,727</u>
TOTAL NET ASSETS		<u>534,945</u>	<u>550,751</u>
FUNDS	11&12		
Unrestricted		339,478	353,892
Restricted		195,467	196,859
TOTAL FUNDS		<u>534,945</u>	<u>550,751</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 2016.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2016 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 21 November 2016 and signed on their behalf by:

R. MORRICE
Trustee

HILLSIDE RURAL ACTIVITIES PARK
 (A Company Limited by Guarantee)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2016

	Notes	Total 2016 £	Total 2015 £
Cash flow from operating activities	17	<u>3,670</u>	<u>22,498</u>
Cash flows from investing activities:			
Interest income		2	2
Purchase of tangible fixed assets		<u>(3,515)</u>	<u>(15,437)</u>
Cash provided by/(used in) investing activities		<u>(3,513)</u>	<u>(15,435)</u>
Increase in cash and cash equivalents for year		157	7,063
Cash and cash equivalents at the beginning of the year		<u>11,716</u>	<u>4,653</u>
Total cash and cash equivalents at the end of the year		<u>11,873</u>	<u>11,716</u>

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016

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
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016

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 DONATIONS AND LEGACIES

	Total 2016	Total 2015
	£	£
Grants	9,010	16,000
Donations	2,795	3,322
	11,805	19,322

Income from donations and legacies was £11,805 (2015: £19,322) of which £8,910 (2015: £16,000) was attributable to restricted funds and £2,895 (2015: £3,322) was attributable to unrestricted funds.

4. INCOME FROM CHARITABLE ACTIVITIES

	Total 2016	Total 2015
	£	£
Rental and subscriptions	8,245	7,771
Advertising revenue	500	700
	8,745	8,471

In 2016 and 2015 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 2016

5. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Total 2016 £	Total 2015 £
Rates and water	660	784
Insurance	1,700	1,489
Property repairs	325	1,593
Ground maintenance	302	214
Machine repairs and expenses	1,809	482
Caretaking	1,200	1,200
Coaching	-	440
Sundry expenses	91	303
Depreciation	<u>28,237</u>	<u>28,290</u>
	34,324	34,795
Governance costs:		
Accountancy and related fees	<u>2,034</u>	<u>1,770</u>
	<u>36,358</u>	<u>36,565</u>

Expenditure on charitable activities was £36,358 (2015: £36,565) of which £nil (£2015: £825) was attributable to restricted funds and £36,358 (2015: £35,740) was attributable to unrestricted funds.

6. NET OUTGOING RESOURCES FOR THE YEAR

	2016 £	2015 £
This is stated after charging:		
Depreciation	28,237	28,290
Independent Examiner's fees:		
- external scrutiny	935	920
- other services (including £235 (2015: £nil) under provision re prior year)	<u>1,099</u>	<u>850</u>

7. TAXATION

H.M. 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 2016

12. ANALYSIS OF RESTRICTED FUND MOVEMENTS

	Funds at 1.4.2015 £	Incoming Resources £	Revenue Resources Expended £	Transfers £	Funds at 31.3.2016 £
Land purchase	191,000	-	-	-	191,000
Property improvements	4,759	8,910	-	9,549	4,120
Bench seating	1,100	-	-	753	347
	<u>196,859</u>	<u>8,910</u>	<u>-</u>	<u>10,302</u>	<u>195,467</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.

Property improvements:

Funds brought forward from The Garfield Weston Foundation, together with funds received in the year from Hambleton District Council, were used for the installation of specialist timber cladding required for the outside of the changing rooms and groundsman's store. The balance of the fund is expected to be used for further fencing and internal improvements to the property.

Bench seating:

Previously, the Sir George Martin Trust made a grant for the provision of bench seating. Some of this expenditure was incurred during the year with the balance of the fund expected to be used towards the final installation of bench seating in the foreseeable future.

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted £	Restricted £	Total 2016 £	Total 2015 £
Tangible fixed assets	329,302	191,000	520,302	545,024
Cash at bank	7,406	4,467	11,873	11,716
Other net current assets/(liabilities)	2,770	-	2,770	(5,989)
	<u>339,478</u>	<u>195,467</u>	<u>534,945</u>	<u>550,751</u>

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
	<u>191,000</u>

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.

A grant from Hambleton District Council of £8,910 from their s106 Public Open Space, Sport and Recreation Action Plan is potentially repayable for a period of three years from the day on which the last part of the grant is paid. As this amount is only a part payment of a larger project, the three year repayment period has not yet commenced.

HILLSIDE RURAL ACTIVITIES PARK
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016

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:

	2016	2015
	£	£
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	407
Leake Tennis Club	250	250
Hillside Football Club	-	212
	<u> </u>	<u> </u>

At 31 March 2016, an amount of £nil (2015: £212) was outstanding from Hillside Football Club.

17. RECONCILIATION OF NET MOVEMENT IN FUNDS TO CASH FLOW FROM OPERATING ACTIVITIES

	2016	2015
	£	£
Net movement in funds	(15,806)	(8,770)
Add: Depreciation charge	28,237	28,290
Less: Interest receivable	(2)	(2)
Decrease/(increase) in debtors	(7,090)	945
Increase/(decrease) in creditors	(1,669)	2,035
	<u> </u>	<u> </u>
Cash Flow from Operating Activities	<u>3,670</u>	<u>22,498</u>

18. FIRST TIME ADOPTION OF SORP (FRS 102)

The charity has adopted the SORP (FRS 102) for the first time in the year ended 31 March 2016.

Adopting SORP (FRS 102) has not resulted in any accounting policies needing to be changed to comply with the new standard and therefore there have been no changes to reserves or net movement in funds for the year as a result of this change.