

REGISTERED COMPANY NUMBER: 01296593 (England and Wales)
REGISTERED CHARITY NUMBER: 273085

**Report of the Trustees and
Financial Statements
for the Year Ended 31 December 2020
for
Surrey & Hampshire Canal Society Limited**

Barnbrook Sinclair
Chartered Accountants
Chancery House
30 St Johns Road
Woking
Surrey
GU21 7SA

Surrey & Hampshire Canal Society Limited

**Contents of the Financial Statements
for the Year Ended 31 December 2020**

	Page
Report of the Trustees	1 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Statement of Financial Position	7 to 8
Notes to the Financial Statements	9 to 14

**Report of the Trustees
for the Year Ended 31 December 2020**

The directors, as trustees, present their annual report and accounts for the year ended 31 December 2020. They are satisfied with the performance of the charity during the year and consider that the charity is in a strong position to continue and further its activities during the coming year, and that the charity's assets are adequate to enable it to fulfil its obligations.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the charity are as follows:

1. To promote and secure the future of the Basingstoke Canal as a navigable waterway and a multi-function amenity for the use and enjoyment of the whole community.
2. To campaign for responsible ownership of the navigation encompassing appropriate funding levels, necessary maintenance and adequate water supply at all times.
3. To support the Basingstoke Canal managing authority by, for example, monitoring the condition of the canal, raising funds and providing voluntary manpower for improvement projects and specific maintenance tasks.
4. To protect, conserve, restore and raise awareness of the natural features and historic structures of the Basingstoke Canal for the benefit of present and future generations.
5. To seek opportunities to develop the Basingstoke Canal, such as the creation of moorings, the improvement of navigation and bank-side facilities, and extension of the navigation.

The Basingstoke Canal, and the land adjacent to it, is entirely owned by the councils of the two counties through which it passes, i.e. Surrey County Council and Hampshire County Council, and is freely accessible to the public. In carrying out its objectives, the charity seeks to achieve an improvement in the physical condition and facilities of the canal and appreciation of its merits by all sections of the public.

**Report of the Trustees
for the Year Ended 31 December 2020**

OBJECTIVES AND ACTIVITIES

Significant activities

In pursuance of the objectives set out above, the charity has:

Strengthened the management team of the charity including in particular fundraising, project planning and marketing.

We have created a strong and clear mission statement 'Keeping the Canal Alive' to ensure a navigable and financially viable waterway for both now and the future.

Alongside this the Society has a clear vision of actively involving local communities and councils, ensuring there are economic benefits, and actively supporting the Canal's unique environment.

1. We have significantly raised the profile of the canal to engage all users through local press, social media, links with clubs and local talks.
2. Our current project to install interpretive signs is in progress, following a successful funding program.
3. Future project plans are being developed including potential further moorings, the last '5 mile walk' and an environmental friendly boat at Woking.
4. We have fully observed and supported Covid guidelines which have impacted our work parties and boat operations and income.
5. We have however been able to operate some Covid compliant working parties for general maintenance work and clearance of encroaching vegetation. We plan to get our boat operations at Odiham and Woking running again as soon as possible, these being an important link with the community and revenue generator for the Society and the canal.
6. We are finalising the project at Farnborough Road in Aldershot to create a new set of moorings which should accommodate up to 10 boats and bring extra income into the Canal. This project will now complete in 2021.
7. We have put together an experienced team to monitor and ensure that the canal is given adequate consideration in planned changes to its urban setting, involving presentations to and discussions with the planning authorities and prospective developers.
8. We have continued to lobby at local government level and with the IWA for the continuation and improvement of funding for the operation and maintenance of the canal.
9. We are actively working to improve our links and work with local authorities to help them support and fully realise the economic and social benefit of this wonderful amenity.
10. We have continued to participate in discussions with various bodies to try to secure improvements to the water supply to the canal in the longer term.

In carrying out its activities involving physical work on the canal itself and the structures forming part of it, and on the adjacent land, the charity has exclusively enhanced facilities in public ownership. Any lobbying or discussions involving local authorities, whether the county council owners or the riparian district councils through which the canal passes, have been carried out exclusively to further the charity's aims as set out above. There is no restriction of benefit accruing to any one section of the public to the exclusion of any other. The charity does not carry out any activities with the aim of creating private benefit, nor are the Trustees aware of any private benefit accruing therefrom.

FINANCIAL REVIEW

Principal funding sources

The financial statements are set out on pages 5 to 12 and have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006. As stated in the introduction to this report, the trustees consider the financial performance by the charity during the year to have been satisfactory.

The Statement of Financial Activities shows a net surplus for the year of a revenue nature of £1,565 (2019: deficit of £1,819) and net realised incoming resources of a capital nature of £nil (2019: £nil) making an overall realised net surplus for the year of £1,565 (2019: deficit of £1,819).

Total Reserves at the year end stand at £411,633 (2019: £410,068).

**Report of the Trustees
for the Year Ended 31 December 2020**

FINANCIAL REVIEW

Specific changes in fixed assets.

The charity did not purchase any significant items of fixed assets in the period. Minor items of equipment purchased in the year were expensed in the Income and Expenditure account rather than being capitalised.

In addition to the fixed assets shown in the balance sheet, the charity has owned for many years a number of other assets which have been donated or fully expensed in the past. At the end of the year these include the following items:

Two Bantam tugs and four barges (estimated value £27,000)
Two workboats (estimated value £8,000)
Transit van (estimated value £1,000).

The charity also owns beneficial title to a strip of land held to maintain the canal corridor to the west of the Greywell Tunnel, and a strip of land at Sheerwater held for similar reasons. The land has restricted use by way of covenants and the trustees believe the value of these land holdings to be insignificant.

Reserves policy

The policy on reserves is, provided suitable projects can be identified, to expend funds as soon as expedient on the main charitable objectives and not accumulate them, save as is necessary for year to year operation.

Financial performance of the charity's subsidiary undertakings

The trading subsidiary of the charity Surrey and Hampshire Canal Cruises Limited has had a profitable trading year as summarised in Note 7 to the accounts. The trading company achieved profits of £3,570 (2019: £10,385), and has donated the whole of this sum to the charity since the year end.

The trading subsidiary of the charity John Pinkerton Canal Cruises Limited made a loss for the year as summarised in Note 7 to the accounts. The trading company made a loss of £17,233 and has not donated any funds in 2020. In 2019 it donated £29,510 to the charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is incorporated as a limited company, limited by guarantee, as defined by the Companies Act 2006.

It is controlled by its governing document, its memorandum and articles of association established under the Companies Acts.

The charity is constituted as a company with a board of directors who are also trustees of the charity. The directors, acting as a body, are responsible for all policy and strategic decisions.

Recruitment and appointment of new trustees

The trustees are all volunteers and have not been specifically recruited.

Induction and training of new trustees

New trustees, on induction, are offered appropriate Charity Commission material.

Relationship between the charity and its subsidiaries.

The charity owns the beneficial interest in the whole of the share capital of two subsidiaries, Surrey & Hampshire Canal Cruises Limited and John Pinkerton Canal Cruises Limited and receives 100% of their annual profits by way of donation.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

01296593 (England and Wales)

Registered Charity number

273085

**Report of the Trustees
for the Year Ended 31 December 2020**

Registered office

Island House
Moor Road
Chesham
Buckinghamshire
HP5 1WA

Trustees

P Riley
R M Leech (resigned 3/7/2020)
G N A Faller (resigned 3/7/2020)
R Cansdale (resigned 3/7/2020)
R S King
K Redway
J B Hill (resigned 3/7/2020)
J E Buckley
K G Sankey
N R Sutherland
I C Moore
C M Griffiths
S C Tudor (appointed 3/7/2020)
D G Wall (appointed 3/7/2020)
A W R Balch (appointed 15/10/2020)
J Turner (appointed 18/2/2021)

Company Secretary

C M Griffiths

Independent Examiner

A C Carpenter
Barnbrook Sinclair
Chartered Accountants
Chancery House
30 St Johns Road
Woking
Surrey
GU21 7SA

Approved by order of the board of trustees on 18 March 2021 and signed on its behalf by:

K G Sankey - Trustee

**Independent Examiner's Report to the Trustees of
Surrey & Hampshire Canal Society Limited**

Independent examiner's report to the trustees of Surrey & Hampshire Canal Society Limited ('the Company')

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

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.

A C Carpenter
Barnbrook Sinclair
Chartered Accountants
Chancery House
30 St Johns Road
Woking
Surrey
GU21 7SA

18 March 2021

Surrey & Hampshire Canal Society Limited

**Statement of Financial Activities
for the Year Ended 31 December 2020**

	Notes	Unrestricted fund £	Restricted fund £	31/12/20 Total funds £	31/12/19 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		33,353	-	33,353	20,890
Charitable activities					
Covenanted profits of subsidiaries		3,569	-	3,569	43,495
Other trading activities	2	535	-	535	1,681
Investment income	3	462	-	462	273
Total		<u>37,919</u>	<u>-</u>	<u>37,919</u>	<u>66,339</u>
EXPENDITURE ON					
Raising funds					
Raising donations and legacies		<u>33,676</u>	<u>-</u>	<u>33,676</u>	<u>65,808</u>
		33,676	-	33,676	65,808
Other		<u>2,678</u>	<u>-</u>	<u>2,678</u>	<u>2,350</u>
Total		<u>36,354</u>	<u>-</u>	<u>36,354</u>	<u>68,158</u>
NET INCOME/(EXPENDITURE)		<u>1,565</u>	<u>-</u>	<u>1,565</u>	<u>(1,819)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		406,339	3,729	410,068	411,887
TOTAL FUNDS CARRIED FORWARD		<u><u>407,904</u></u>	<u><u>3,729</u></u>	<u><u>411,633</u></u>	<u><u>410,068</u></u>

The notes form part of these financial statements

**Statement of Financial Position
31 December 2020**

	Notes	Unrestricted fund £	Restricted fund £	31/12/20 Total funds £	31/12/19 Total funds £
FIXED ASSETS					
Tangible assets	6	90,254	-	90,254	90,854
Investments	7	<u>101</u>	<u>-</u>	<u>101</u>	<u>101</u>
		90,355	-	90,355	90,955
CURRENT ASSETS					
Debtors	8	115,890	-	115,890	155,351
Cash at bank		<u>203,916</u>	<u>3,729</u>	<u>207,645</u>	<u>176,150</u>
		319,806	3,729	323,535	331,501
CREDITORS					
Amounts falling due within one year	9	(2,257)	-	(2,257)	(12,388)
NET CURRENT ASSETS		<u>317,549</u>	<u>3,729</u>	<u>321,278</u>	<u>319,113</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		407,904	3,729	411,633	410,068
NET ASSETS FUNDS	10	<u>407,904</u>	<u>3,729</u>	<u>411,633</u>	<u>410,068</u>
Unrestricted funds				407,904	406,339
Restricted funds				<u>3,729</u>	<u>3,729</u>
TOTAL FUNDS				<u>411,633</u>	<u>410,068</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 applicable to the charitable company.

Statement of Financial Position - continued
31 December 2020

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

The financial statements were approved by the Board of Trustees and authorised for issue on 18 March 2021 and were signed on its behalf by:

K G Sankey - Trustee

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

Basis of preparing the financial statements

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of paragraph 3.17(d);
- the requirements of paragraphs 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirement of paragraph 33.7.

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

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

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery - 10% on cost

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

The charity is exempt from corporation tax on its charitable activities.

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Surrey & Hampshire Canal Society Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

1. ACCOUNTING POLICIES - continued

Fund accounting

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

2. OTHER TRADING ACTIVITIES

	31/12/20	31/12/19
	£	£
Fundraising activities	<u>535</u>	<u>1,681</u>

3. INVESTMENT INCOME

	31/12/20	31/12/19
	£	£
Deposit account interest	<u>462</u>	<u>273</u>

4. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31/12/20	31/12/19
	£	£
Depreciation - owned assets	<u>600</u>	<u>944</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

No expenses were paid to trustees, save minor travel costs and reimbursement of postage and stationery costs paid for on behalf of the charity.

Surrey & Hampshire Canal Society Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

6. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £	Totals £
Cost				
At 1 January 2020 and 31 December 2020	<u>86,054</u>	<u>12,993</u>	<u>27,325</u>	<u>126,372</u>
Depreciation				
At 1 January 2020	-	12,993	22,525	35,518
Charge for year	-	-	600	600
At 31 December 2020	<u>-</u>	<u>12,993</u>	<u>23,125</u>	<u>36,118</u>
Net book value				
At 31 December 2020	<u>86,054</u>	<u>-</u>	<u>4,200</u>	<u>90,254</u>
At 31 December 2019	<u>86,054</u>	<u>-</u>	<u>4,800</u>	<u>90,854</u>

The value of the land and buildings is substantially the freehold land, and is therefore not depreciated.

7. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
Market value	
At 1 January 2020 and 31 December 2020	<u>101</u>
Net book value	
At 31 December 2020	<u>101</u>
At 31 December 2019	<u>101</u>

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Surrey & Hampshire Canal Cruises Limited

Registered office: Island House, Moor Road, Chesham, Buckinghamshire, HP5 1WA

Nature of business: Buying and selling goods and services

	% holding	31/12/20 £	31/12/19 £
Class of share:			
Ordinary	100		
Aggregate capital and reserves		100	100
Profit for the year		<u>3,570</u>	<u>10,385</u>

Surrey & Hampshire Canal Society Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

7. FIXED ASSET INVESTMENTS - continued

John Pinkerton Canal Cruises Limited

Registered office: Island House, Moor Road, Chesham, Buckinghamshire, HP5 1WA

Nature of business: Provision of canal cruises

	%		
Class of share:	holding		
Ordinary	100		
		31/12/20	31/12/19
		£	£
Aggregate capital and reserves		1	1
(Loss)/profit for the year		<u>(17,233)</u>	<u>29,510</u>

The net profit of the subsidiaries is stated before charging covenanted donations to the holding company of £3,570 (2019: £39,895) and includes intergroup expenditure of £nil (2019: £3,600).

The main trading activity of the subsidiaries is the operation of passenger boat services on the Basingstoke Canal, including the sale of refreshments and merchandise.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/20	31/12/19
	£	£
Amounts owed by group undertakings	109,140	155,351
Other debtors	<u>6,750</u>	<u>-</u>
	<u>115,890</u>	<u>155,351</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/20	31/12/19
	£	£
Other creditors	<u>2,257</u>	<u>12,388</u>

10. MOVEMENT IN FUNDS

	At 1/1/20	Net movement in funds	At 31/12/20
	£	£	£
Unrestricted funds			
General fund	406,339	1,565	407,904
Restricted funds			
Restricted Revenue Accumulated Funds	3,729	-	3,729
TOTAL FUNDS	<u>410,068</u>	<u>1,565</u>	<u>411,633</u>

Surrey & Hampshire Canal Society Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

10. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	37,919	(36,354)	1,565
TOTAL FUNDS	<u>37,919</u>	<u>(36,354)</u>	<u>1,565</u>

Comparatives for movement in funds

	At 1/1/19 £	Net movement in funds £	At 31/12/19 £
Unrestricted funds			
General fund	408,158	(1,819)	406,339
Restricted funds			
Restricted Revenue Accumulated Funds	3,729	-	3,729
TOTAL FUNDS	<u>411,887</u>	<u>(1,819)</u>	<u>410,068</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	66,339	(68,158)	(1,819)
TOTAL FUNDS	<u>66,339</u>	<u>(68,158)</u>	<u>(1,819)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/19 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	408,158	(254)	407,904
Restricted funds			
Restricted Revenue Accumulated Funds	3,729	-	3,729
TOTAL FUNDS	<u>411,887</u>	<u>(254)</u>	<u>411,633</u>

Surrey & Hampshire Canal Society Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

10. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	104,258	(104,512)	(254)
TOTAL FUNDS	<u>104,258</u>	<u>(104,512)</u>	<u>(254)</u>

All the unrestricted funds of the charity are free from restrictions and may be applied towards the objects of the charity at the discretion of the trustees. Restricted funds are primarily assets set aside for works related to the ecology and environment of the canal.

11. RELATED PARTY DISCLOSURES

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

12. SHARE CAPITAL

The charity is incorporated under the Companies Acts and is limited by guarantee, each member having undertaken to contribute such amounts not exceeding one pound as may be required in the event of the company being wound up whilst he or she is still a member or within one year after.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.