

# **Skiddaw House Foundation**

(A company limited by guarantee)

## **Annual Report and Financial Statements**

**31 December 2011**

**Company registration number: 6070847**

**Charity registration number: 1119402**



---

## **Skiddaw House Foundation**

### **Contents**

Reference and Administrative Details	1
Trustees' report	2
Trustees' responsibilities in relation to the financial statements	4
Independent examiner's report	5
Statement of financial activities	6
Balance sheet	7
Notes to the financial statements	9

---

---

**Skiddaw House Foundation**  
**Reference and Administrative Details**

<b>Charity name</b>	Skiddaw House Foundation
<b>Charity registration number</b>	1119402
<b>Company registration number</b>	6070847
<b>Registered office</b>	58 Meadow Croft Penrith Cumbria CA11 8EH
<b>Trustees</b>	T Sloan W R Sellers M Douglas R W Booth H Crompton M P Neale
<b>Secretary</b>	V J Tait

# **Skiddaw House Foundation**

## **Trustees' Report for the Year Ended 31 December 2011**

### **Structure, Governance and Management**

#### Governing Document

The company is a charity limited by guarantee. It was incorporated on 26 January 2007. The company was established to support the charitable objects of YHS (England and Wales) Limited particularly by the provision of simple accommodation at Skiddaw House, Cumbria under a Memorandum of Association which established the objects and powers of the charitable company. It is governed under its Articles of Association. In the event of being wound up the charity must donate any property left after settling its debts to any other charity with similar objects, or dispose of its assets in any other way permitted by the Charity Commission.

#### Recruitment and Appointment of Trustees/Directors

The Directors/Trustees are appointed and have agreed to serve due to their involvement in and commitment to the local area and are as described in the statutory papers.

The trustees review the risks to which the charity is exposed on a regular basis. They ensure that systems are in place to mitigate those risks.

The trustees have paid due regard to the Charity Commission's public benefit guidance.

### **Objectives and Activities**

The principal aims and objectives in the year are:

- i) to help all, especially young people of limited means, to a greater knowledge, love and care of the countryside
- ii) to provide accommodation at Skiddaw House for them in their travels and thus promote their health, recreation and education
- iii) to restore, maintain, improve and extend the use of Skiddaw House primarily in an environmentally sympathetic way

All the funds of the company are used in the pursuit of these objectives.

### **Reserves Policy**

This document includes all funds held by the project as charity trustees.

Our Reserves Policy relates to our general (unrestricted) funds which are freely available to be used for any or all of the purposes of the charity.

The charity is building up a pool of funds to use on maintenance and improvements of Skiddaw House in the future.

### **Achievements and Performance**

Improvements to the fabric of the building continue with the installation of insulation on the walls and ceilings using environmentally friendly British sheeps' wool. The beneficial effect of this has been noticeable to those staying at Skiddaw House. Insulation work will continue over the winter. The effect of all this will be to further reduce the carbon footprint of Skiddaw House.

There has been a great improvement in the look, decor and comfort of the bedrooms, in particular the large end bedroom.

The beneficial effect of the photo voltaic cells continued over the summer with the gas fired generator being idle until October.

---

**Skiddaw House Foundation**  
**Trustees' Report for the Year Ended 31 December 2011**

**Small company provisions**

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

Approved by the Board on 26 September 2012 and signed on its behalf by

V J Tait

V J Tait  
Secretary

## **Skiddaw House Foundation**

### **Trustees' Responsibilities in relation to the Financial Statements**

The trustees (who are also directors of Skiddaw House Foundation for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to

- select suitable accounting policies and then 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 proper accounting records that 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.

## **Independent Examiner's Report to the Trustees of Skiddaw House Foundation**

I report on the accounts of the company for the year ended 31 December 2011, which are set out on pages 6 to 15

### **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 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 report**

My examination was carried out in accordance with the 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 Charities

have 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

  
Hazel Henderson ATT

5 Pategill Road  
PENRITH  
CA11 8LN

26 September 2012

# Skiddaw House Foundation

## Statement of Financial Activities (including Income and Expenditure Account) for the Year Ended 31 December 2011

		Unrestricted Funds	Restricted Funds	Total Funds 2011	Total Funds 2010
	Note	£	£	£	£
<b>Incoming resources</b>					
Incoming resources from generated funds					
Voluntary income	2	5,048	18,030	23,078	43,644
Investment income	3	2	-	2	1
Other incoming resources	4	307	-	307	-
Total incoming resources		<u>5,357</u>	<u>18,030</u>	<u>23,387</u>	<u>43,645</u>
<b>Resources expended</b>					
Charitable activities		10,733	-	10,733	15,585
Total resources expended		<u>10,733</u>	<u>-</u>	<u>10,733</u>	<u>15,585</u>
Net income before transfers		(5,376)	18,030	12,654	28,060
<b>Transfers</b>					
Gross transfers between funds		<u>17,625</u>	<u>(17,625)</u>	<u>-</u>	<u>-</u>
Net movements in funds		12,249	405	12,654	28,060
<b>Reconciliation of funds</b>					
Total funds brought forward		<u>28,405</u>	<u>1,209</u>	<u>29,614</u>	<u>1,554</u>
Total funds carried forward		<u>40,654</u>	<u>1,614</u>	<u>42,268</u>	<u>29,614</u>

The notes on pages 9 to 15 form an integral part of these financial statements



**Skiddaw House Foundation**  
**Company registration number: 6070847**  
**Balance Sheet as at 31 December 2011**

		2011		2010	
	Note	£	£	£	£
<b>Fixed assets</b>					
Tangible assets <sup>9</sup>			40,667		27,317
<b>Current assets</b>					
Debtors	10	925		3,531	
Cash at bank and in hand		5,251		7,270	
		<u>6,176</u>		<u>10,801</u>	
<b>Creditors: Amounts falling due within one year</b>	11	<u>(4,575)</u>		<u>(7,804)</u>	
<b>Net current assets</b>			<u>1,601</u>		<u>2,997</u>
<b>Total assets less current liabilities</b>			42,268		30,314
<b>Creditors. Amounts falling due after more than one year</b>	12		<u>-</u>		<u>(700)</u>
<b>Net assets</b>			<u>42,268</u>		<u>29,614</u>
<b>The funds of the charity:</b>					
<b>Restricted funds in surplus</b>			1,614		3,664
<b>Restricted funds in deficit</b>					
Slating			-		(1,750)
UV water			-		(705)
<b>Unrestricted funds</b>					
Unrestricted income funds			<u>40,654</u>		<u>28,405</u>
<b>Total charity funds</b>			<u>42,268</u>		<u>29,614</u>

The notes on pages 9 to 15 form an integral part of these financial statements

**Skiddaw House Foundation**  
**Company registration number: 6070847**  
**Balance Sheet as at 31 December 2011**

*continued*

For the financial year ended 31 December 2011, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476

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 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Approved by the Board on 26 September 2012 and signed on its behalf by



T Sloan  
Trustee

The notes on pages 9 to 15 form an integral part of these financial statements

---

**Skiddaw House Foundation**  
**Notes to the Financial Statements for the Year Ended 31 December 2011**

**1 Accounting policies**

**Basis of preparation**

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities (SORP 2005)', issued in March 2005, the Financial Reporting Standard for Smaller Entities (effective April 2008) and the Companies Act 2006

**Fund accounting policy**

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity

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

Further details of each fund are disclosed in note 15

**Incoming resources**

Voluntary income including donations and grants that provide core funding or are of a general nature is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability

Incoming resources from tax reclaims are included in the statement of financial activities at the same time as the gift to which they relate

Investment income is recognised on a receivable basis

**Resources expended**

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category

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

**Fixed assets**

Individual fixed assets costing £400 or more are initially recorded at cost

**Depreciation**

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

Plant and machinery	25% straight line basis
Leasehold and other interests in land and buildings	Over the remaining length of the lease

# Skiddaw House Foundation

## Notes to the Financial Statements for the Year Ended 31 December 2011

*continued*

### 2 Voluntary income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
<b>Donations and legacies</b>				
Appeals and donations	4,153	-	4,153	1,810
Gift Aid tax reclaimed	895	-	895	380
	<u>5,048</u>	<u>-</u>	<u>5,048</u>	<u>2,190</u>
<b>Grants</b>				
Grants - other agencies	-	18,030	18,030	41,454
	<u>5,048</u>	<u>18,030</u>	<u>23,078</u>	<u>43,644</u>

### 3 Investment income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
<b>Investment income</b>				
Interest on cash deposits	<u>2</u>	<u>-</u>	<u>2</u>	<u>1</u>

### 4 Other incoming resources

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
<b>Other income</b>				
Other income - feed-in tariff	<u>307</u>	<u>-</u>	<u>307</u>	<u>-</u>

# Skiddaw House Foundation

## Notes to the Financial Statements for the Year Ended 31 December 2011

*continued*

### 5 Total resources expended

	Young peoples services	Total 2011	Total 2010
	£	£	£
<b>Direct costs</b>			
Repairs and maintenance	-	-	11,900
Equipment repairs and renewals	-	-	393
Sundry expenses	150	150	-
Consultancy fees	300	300	264
Legal and professional fees	5,754	5,754	-
Loan interest	254	254	254
Depreciation of short leasehold property	3,976	3,976	2,375
Depreciation of plant and machinery	299	299	399
	<u>10,733</u>	<u>10,733</u>	<u>15,585</u>

### 6 Trustees' remuneration and expenses

No trustees received any remuneration during the year

### 7 Net income

Net income is stated after charging

	2011 £	2010 £
Depreciation of tangible fixed assets	<u>4,275</u>	<u>2,774</u>

### 8 Taxation

The company is a registered charity and is, therefore, exempt from taxation on income and gains

# Skiddaw House Foundation

## Notes to the Financial Statements for the Year Ended 31 December 2011

*continued*

### 9 Tangible fixed assets

	Short leasehold and other interests in land and buildings £	Plant and machinery including motor vehicles £	Total £
<b>Cost</b>			
As at 1 January 2011	28,495	2,838	31,333
Additions	17,625	-	17,625
As at 31 December 2011	<u>46,120</u>	<u>2,838</u>	<u>48,958</u>
<b>Depreciation</b>			
As at 1 January 2011	2,375	1,641	4,016
Charge for the year	3,976	299	4,275
As at 31 December 2011	<u>6,351</u>	<u>1,940</u>	<u>8,291</u>
<b>Net book value</b>			
As at 31 December 2011	<u>39,769</u>	<u>898</u>	<u>40,667</u>
As at 31 December 2010	<u>26,120</u>	<u>1,197</u>	<u>27,317</u>

### 10 Debtors

	2011 £	2010 £
Other debtors	<u>925</u>	<u>3,531</u>

### 11 Creditors: Amounts falling due within one year

	2011 £	2010 £
Trade creditors	1,890	1,750
Other creditors	2,685	6,054
	<u>4,575</u>	<u>7,804</u>

---

**Skiddaw House Foundation**  
**Notes to the Financial Statements for the Year Ended 31 December 2011**

*continued*

**12 Creditors. Amounts falling due after more than one year**

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Other creditors	<u>-</u>	<u>700</u>

**13 Members' liability**

The charity is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

## Skiddaw House Foundation

### Notes to the Financial Statements for the Year Ended 31 December 2011

*continued*

#### 14 Related parties

##### Controlling entity

The charity is controlled by the trustees who are all directors of the company

#### 15 Analysis of funds

	At 1 January 2011	Incoming resources	Resources expended	Transfers	At 31 December 2011
	£	£	£	£	£
<b>General Funds</b>					
Unrestricted income fund	28,405	5,357	(10,733)	17,625	40,654
<b>Restricted Funds</b>					
Slating	(1,750)	-	-	1,750	-
Solar panels	2,815	756	-	(3,571)	-
UV water	(705)	-	-	705	-
Solar thermal	849	-	-	(849)	-
Insulation	-	17,274	-	(15,660)	1,614
	1,209	18,030	-	(17,625)	1,614
	<u>29,614</u>	<u>23,387</u>	<u>(10,733)</u>	<u>-</u>	<u>42,268</u>

The restricted funds represent five different projects which the charity has undertaken in the year namely -

Slating - reslating the roof of the building

Solar panels - installing solar PV panels on the roof to provide electricity

UV water - installing a UV water system and

Solar thermal - the installation of a solar thermal system to heat the water

Insulation - the installation of sheeps wool insulation to the property

#### 16 Transfers

Transfers made between fixed asset expenditure meet the restrictions under the funding agreements in place



## Skiddaw House Foundation

### Notes to the Financial Statements for the Year Ended 31 December 2011

*continued*

#### 17 Net assets by fund

	Unrestricted Funds	Restricted Funds	Total Funds 2011	Total Funds 2010
	£	£	£	£
Tangible assets	40,667	-	40,667	27,317
Current assets	4,800	1,614	6,176	10,801
Creditors Amounts falling due within one year	(4,813)	-	(4,575)	(7,804)
Creditors Amounts falling due after more than one year	-	-	-	(700)
Net assets	<u>40,654</u>	<u>1,614</u>	<u>42,268</u>	<u>29,614</u>