

**Company Registration No. 05385120**

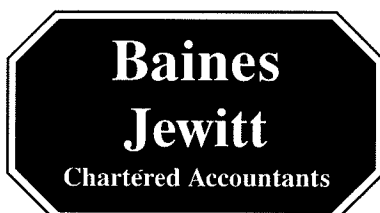
**Charity Registration No. 1110968**

**HILLSIDE RURAL ACTIVITIES PARK**  
(a company limited by guarantee)

**FINANCIAL STATEMENTS**

**FOR THE INITIAL PERIOD FROM**

**8TH MARCH 2005 TO 31ST MARCH 2006**



**HILLSIDE RURAL ACTIVITIES PARK**  
**FINANCIAL STATEMENTS**  
**FOR THE PERIOD 8TH MARCH 2005 TO 31ST MARCH 2006**

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**HILLSIDE RURAL ACTIVITIES PARK**  
**REPORT OF THE TRUSTEES**  
**FOR THE PERIOD 8TH MARCH 2005 TO 31ST MARCH 2006**

The trustees are pleased to present their report, together with the financial statements of the charity, for the period from incorporation on 8th March 2005 to 31st March 2006.

**REFERENCE AND ADMINISTRATIVE INFORMATION**

**Charity Name:** Hillside Rural Activities Park

**Working Name:** HRAP

**Charity Registration No:** 1110968

**Company Registration No:** 05385120

**Principal Office:** Bank Foot Farm  
Moor Road  
Knayton  
Thirsk  
North Yorkshire  
YO7 4BR

**Trustees/Directors:** R.T. Kingdon (appointed 11th October 2006)  
Mrs. J.E. Peckitt  
R.M.P.A. Finch

**Council of Management:** R.T. Kingdon  
Mrs. J.E. Peckitt  
R.M.P.A. Finch  
A.M. Cook - representing Borrowby Show  
S. Hogg - representing Knayton Football Club  
Mrs. J. Eccleston ) representing Leake Tennis Club  
J. Densley )  
A. Peckitt ) representing Leake Cricket Club  
J. Roberts )

**Reporting Accountants:** Baines Jewitt  
Barrington House  
41-45 Yarm Lane  
Stockton-on-Tees  
Cleveland  
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**  
**REPORT OF THE TRUSTEES**  
**FOR THE PERIOD 8TH MARCH 2005 TO 31ST MARCH 2006**

## **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 8th March 2005, as amended by Special Resolution dated 10th August 2005. It is also a charity registered with the Charity Commission with effect from 22nd 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 1985, 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 9 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 has acquired an area of land which will provide a permanent home for the annual Borrowby Show. It will also feature a combined Scout meeting hall and indoor sports facility, a cricket pitch, football pitch, tennis courts, jogging/walking track and an open grassed area suitable for pony and riding club rallies.

## **ACHIEVEMENTS AND PERFORMANCE**

During the period, the charity has secured grant funding from Hambleton District Council, Evolve EB, The Rural Payments Agency, Thirsk MTI and North Yorkshire County Council, together with donations from the Borrowby Agricultural and Horticultural Society and members of the local community. This has enabled the charity to purchase a 28 acre site suitable for its proposed activities.

Work has commenced on land drainage and groundworks, with a significant proportion of the related costs being met by means of a grant from The Rural Payments Agency.

## **FINANCIAL REVIEW**

In January 2005, prior to the formation of the company and subsequent charity registration, a detailed business plan was drawn up including an outline of the overall capital costs of the project and details of the funding already secured.

The project is progressing well and the trustees are optimistic that the required funds to complete the agreed facilities can be sourced.

As a charity still in the development stage, the trustees are aware that they need to establish a relevant reserves policy going forward. Once the above facilities are operational, the Trustees expect ongoing annual expenditure in the region of £7,500 to £10,000. The ultimate aim is to have unrestricted cash reserves to cover anticipated expenditure for the following 12 months.

**HILLSIDE RURAL ACTIVITIES PARK**  
**REPORT OF THE TRUSTEES**  
**FOR THE PERIOD 8TH MARCH 2005 TO 31ST MARCH 2006**

**STATEMENT OF TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS**

Company law requires the trustees to prepare financial statements that give a true and fair view of the state of affairs of the charity at the end of the financial year and of its surplus or deficit for the financial year. In doing so, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make sound judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 1985. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved on behalf of the Board of Trustees on 5th November 2006 and signed on its behalf by:



.....  
R.M.P.A. FINCH  
Trustee

**HILLSIDE RURAL ACTIVITIES PARK**  
**ACCOUNTANTS' REPORT TO THE MEMBERS OF**  
**HILLSIDE RURAL ACTIVITIES PARK**  
**FOR THE PERIOD 8TH MARCH 2005 TO 31ST MARCH 2006**

We report on the accounts for the period ended 31st March 2006 set out on pages 5 to 10.

**Respective Responsibilities of Directors and Reporting Accountants**

As described on page 3, the trustees, who are also the directors of Hillside Rural Activities Park for the purposes of company law, are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

**Basis of Opinion**

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

**Opinion**

In our opinion:

- (a) the accounts are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the period specified in Section 249A(4) of the Act as modified by Section 249A(5) and did not, at any time within that period, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).

*Baines Jewitt*

**Baines Jewitt**  
**Chartered Accountants**  
**Barrington House**  
**41-45 Yarm Lane**  
**Stockton-on-Tees**  
**Cleveland**  
**TS18 3EA**

6th November 2006

JL/AJD

**HILLSIDE RURAL ACTIVITIES PARK**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**(including Income and Expenditure Account)**  
**FOR THE PERIOD 8TH MARCH 2005 TO 31ST MARCH 2006**

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds 2006 £
<b>INCOMING RESOURCES</b>				
<b>Incoming Resources from Generated Funds</b>				
<i>Voluntary Income:</i>				
Grants and donations	3	20,014	220,998	241,012
Investment Income	4	557	-	557
<b>TOTAL INCOMING RESOURCES</b>		<u>20,571</u>	<u>220,998</u>	<u>241,569</u>
<b>RESOURCES EXPENDED</b>				
Charitable Activities	5	5,142	3,563	8,705
Governance Costs	5	2,350	-	2,350
<b>TOTAL RESOURCES EXPENDED</b>		<u>7,492</u>	<u>3,563</u>	<u>11,055</u>
<b>NET INCOMING RESOURCES BEFORE TRANSFERS</b>				
		13,079	217,435	230,514
Gross transfers between funds	6	26,000	(26,000)	-
<b>NET FUNDS CARRIED FORWARD</b>	12	<u>39,079</u>	<u>191,435</u>	<u>230,514</u>

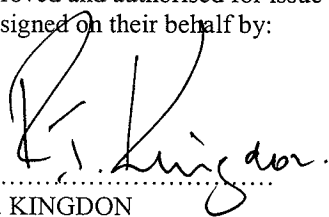
The Statement of Financial Activities includes all gains and losses recognised in the period.

All incoming resources and resources expended derive from continuing activities.

**HILLSIDE RURAL ACTIVITIES PARK**  
**BALANCE SHEET**  
**AS AT 31ST MARCH 2006**

	Notes	£	2006 £
<b>FIXED ASSETS</b>			
Tangible assets	8		195,674
<b>CURRENT ASSETS</b>			
Debtors	9	11,296	
Cash at bank		46,994	
		<u>58,290</u>	
<b>CREDITORS: Amounts falling due within one year</b>	10	<u>(22,350)</u>	
<b>NET CURRENT ASSETS</b>			<u>35,940</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>231,614</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	11		<u>(1,100)</u>
<b>NET ASSETS</b>			<u><u>230,514</u></u>
<b>FUNDS</b>			
Unrestricted	12		39,079
Restricted	12/13		191,435
<b>TOTAL FUNDS</b>			<u><u>230,514</u></u>

Approved and authorised for issue by the Trustees on 5th November 2006 and signed on their behalf by:



.....  
R.T. KINGDON  
Trustee

**HILLSIDE RURAL ACTIVITIES PARK**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD 8TH MARCH 2005 TO 31ST MARCH 2006**

**1. ACCOUNTING POLICIES**

**(a) Basis of Accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), the Companies Act 1985, and the Statement of Recommended Practice on "Accounting and Reporting by Charities" (SORP 2005) issued in March 2005.

**(b) Incoming Resources**

Income received by way of grants and donations is included in the Statement of Financial Activities when receivable.

**(c) Resources Expended**

Resources expended are recognised in the period in which they are incurred and are shown inclusive of any attributable VAT, which cannot be recovered.

**(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**

The charity's only fixed asset is freehold land which is included in the accounts at cost and not depreciated.

**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. GRANTS AND DONATIONS**

	Unrestricted £	Restricted £	Total £
Grants	-	200,998	200,998
Donations	20,014	20,000	40,014
	<u>20,014</u>	<u>220,998</u>	<u>241,012</u>

**4. INVESTMENT INCOME**

All of the charity's investment income arises from an interest earning deposit account.

**HILLSIDE RURAL ACTIVITIES PARK**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD 8TH MARCH 2005 TO 31ST MARCH 2006**

**5. RESOURCES EXPENDED**

	Charitable Activities		Governance	Total
	Unrestricted	Restricted	Costs Unrestricted	
	£	£	£	£
Landfill scheme fee	5,102	-	-	5,102
Professional/consultancy fees	-	3,563	-	3,563
Accountancy and related fees	-	-	2,350	2,350
Sundry expenses	40	-	-	40
	<u>5,142</u>	<u>3,563</u>	<u>2,350</u>	<u>11,055</u>

**6. TRANSFER BETWEEN FUNDS**

£26,000 has been transferred from restricted to unrestricted funds. Following the purchase of the land, the restriction in respect of these funds was fulfilled.

**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.

**8. TANGIBLE FIXED ASSETS**

	Freehold Land £
Additions in period at cost	225,674
Disposals in period at cost	(30,000)
	<u>195,674</u>
Cost and Net Book Value at 31st March 2006	<u>195,674</u>

**9. DEBTORS**

	2006
	£
Prepayments	9,886
Other debtors - gift aid tax recoverable	1,410
	<u>11,296</u>

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2006
	£
Loan - Hambleton District Council	20,000
Other creditors and accruals	2,350
	<u>22,350</u>

**HILLSIDE RURAL ACTIVITIES PARK**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD 8TH MARCH 2005 TO 31ST MARCH 2006**

**11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>2006</b>
	<b>£</b>
Unsecured loans	<b><u>1,100</u></b>

The above loans, which were provided by benefactors, are interest-free and repayable in 2010.

**12. ANALYSIS OF MOVEMENT IN FUNDS**

	Incoming Resources £	Resources Expended £	Transfers £	Funds at 31.3.2006 £
Unrestricted	20,571	7,492	26,000	39,079
Restricted	220,998	3,563	(26,000)	191,435
	<u>241,569</u>	<u>11,055</u>	<u>-</u>	<u>230,514</u>

**13. ANALYSIS OF RESTRICTED FUND MOVEMENTS**

	Incoming Resources £	Resources Expended £	Transfers £	Funds at 31.3.2006 £
Land purchase	212,000	-	(21,000)	191,000
Drainage and groundworks	2,315	2,315	-	-
Professional and consultancy fees	6,683	1,248	(5,000)	435
	<u>220,998</u>	<u>3,563</u>	<u>(26,000)</u>	<u>191,435</u>

**Name of Fund**

**Description, Nature and Purpose of the Fund**

Land purchase:

Contributions towards the purchase of the site have been received from Yorkshire Forward (via Hambleton District Council), Hambleton District Council, Evolve EB, Borrowby Agricultural and Horticultural Society, and North Yorkshire County Council.

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

Drainage and groundworks:

Funding provided by The Rural Payments Agency towards site preparation.

Professional and consultancy fees:

Funds received towards the cost of professional and consultancy fees in relation to drainage and traffic assessment.

The contribution to the land drainage costs came from The Rural Payments Agency and Hambleton District Council.

The costs of the traffic assessment were defrayed prior to the formation of the company. As the expenditure had already been incurred, the grant from Thirsk MTI has been transferred to unrestricted funds.

**HILLSIDE RURAL ACTIVITIES PARK**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD 8TH MARCH 2005 TO 31ST MARCH 2006**

**14. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Unrestricted £	Restricted £	Total £
Tangible fixed assets	4,674	191,000	195,674
Cash at bank	46,559	435	46,994
Other net current liabilities	(11,054)	-	(11,054)
Creditors due beyond one year	(1,100)	-	(1,100)
	<u>39,079</u>	<u>191,435</u>	<u>230,514</u>

**15. 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

The grant received from the Rural Payments Agency of £2,315 is potentially repayable for a period of 5 years following the receipt of the final instalment (which is expected to occur during the year ended 31st March 2007) in the event that the terms and conditions of the grant are not met.

**16. TRUSTEES REMUNERATION**

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

**17. RELATED PARTY TRANSACTIONS**

The financial statements include the following grants/donations from other clubs/societies with whom certain trustees are connected:

	Grant/Donation £
Borrowby Agricultural and Horticultural Society	20,000
Leake Tennis Club	5,000
Leake Cricket Club	<u>2,500</u>