

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

CONTENTS

	Page
Reference and administrative details of the charity, its trustees and advisers	1
Trustees' report	2 - 5
Independent examiner's report	6
Statement of financial activities	7
Balance sheet	8
Notes to the financial statements	9 - 23

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 JUNE 2017

Trustees Mr R Anderson
Mr R P Cooper, Chair
Dr A J Eccleston
Mr J P Mann (resigned 10 March 2017)
Ms A J Raynsford
Ms B S Thomson

Company registered number 04592593

Charity registered number 1096256

Registered office 5 Richmond Walk
Devonport
Plymouth
Devon
PL1 4LL

Accountants Bishop Fleming LLP
Chartered Accountants
Salt Quay House
4 North East Quay
Sutton Harbour
Plymouth
PL4 0BN

**HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

The Trustees present their annual report together with the financial statements of for the year 1 July 2016 to 30 June 2017. The Trustees confirm that the Annual Report and financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP), 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) as amended by Update Bulletin 1 (effective 1 January 2015).

Since the charity qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

OBJECTIVES AND ACTIVITIES

The Charity's Objects are to advance the education of children and young people in the Plymouth area and improve their quality of life by providing experience in sailing, motor boating and other related activities not ordinarily available to these persons.

The charity stems from the conviction that ALL young people in Plymouth have a right to enjoy Gods creation. In pursuance of these objects, the Members will endeavour to act on the basis of Christian principles.

The strategies employed to achieve the Charity's aims and objectives are to:

- Provide educational boating excursions for school children
- Provide sailing experience and instruction for young people
- Collect, publish and distribute educational material
- Provide training for adult voluntary support workers
- Provide practical boat operating and building experience and instruction for young people
- Provide sailing and motor boating experience for disabled persons
- Provide educational events
- Raise funds through grant applications, donations and other activities

The criteria the Charity uses to assess success in the reporting period were:

- The number of child sessions delivered
- Procuring and maintaining a suitable fleet of sailing vessels and powerboats
- Raising sufficient funds to cover the cost of operations
- Recruiting and retaining core staff with the required skills and experience
- Recruiting and training sufficient volunteers to work alongside the core staff
- Recruiting and retaining a Board of Trustees with the required skills and experience

The significant activities undertaken during the period were:

- Delivering the Schools Sailing Project
- Running a twice weekly Sailing Club
- Offering a Winter Youth Project
- Running a range of RYA training courses for both cadets and volunteers
- Celebrating the 25th Anniversary of Horizons Plymouth
- Participation in a variety of fund-raising events, including the Eddystone Charity Pursuit

MAIN ACTIVITIES UNDERTAKEN TO FURTHER THE CHARITY'S PURPOSES FOR PUBLIC BENEFIT

The Trustees have reviewed the activities of the Charity in the light of the guidance published by the Charity Commission on public benefit. The Trustees are satisfied that the Trust's activities are for the public benefit by focusing on disadvantaged and disabled children in Plymouth,

VOLUNTEERS

The Charity is very involved in the community and relies on voluntary help, with over 80 volunteers assisting with sailing sessions and other activities. The Trustees take the opportunity of thanking all the Volunteers for the work

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2017

they do throughout the year.

ACHIEVEMENTS AND PERFORMANCE

REVIEW OF ACTIVITIES

During the period the Charity's key achievements were:

- Maintaining the total number of child sessions delivered at around 3,000 per annum
- Achieving a surplus of income over expenditure from a diverse range of fund-raising activities
- Prudently taking some profit from equity-based investments to help fund core expenditure
- Re-organising the governance and management of the Charity following the loss of a long-serving Chair
- Recruiting a new Senior Sailing Instructor following the retirement of a long-serving member of staff

INVESTMENT POLICY AND PERFORMANCE

The Charity has two principal investments:

- An equity-based portfolio managed by Charles Stanley with a medium/high risk profile. In recent years this has performed very well and some profit was taken in this period to support operational costs, leaving the capital intact.
- A deposit account with the COIF Charity Investment Fund.

FINANCIAL REVIEW

GOING CONCERN

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

RISK MANAGEMENT

The principal risks faced by the Charity are:

- Managing the safety of cadets, volunteers and staff engaged in water-based activities
- Maintaining sufficient income from grants, donations etc. to cover operational costs

The Trustees have a risk management strategy which comprises:

- A library of procedures and risk assessments to manage the water-based activities
- Regular review of income and expenditure by both the Management Team and Trustees

RESERVES POLICY

Horizons has a policy of maintaining sufficient reserves to operate for about a year if funding fails and to be able to comply with legislation relating to staff redundancies etc. should that become inevitable.

The Charity is also dependent on the support of the City Council who has made suitable workshop/office/classroom premises available at an affordable rent. The Charity is very vulnerable to a change of policy (which has already affected other local charities) and has therefore designated a substantial proportion of our reserves towards the long-term aim of acquiring a new building which will give Horizons more security.

Hence about £150,000 of the Balance Sheet funds are designated for the Building Fund and a contingency reserve for winding up, if that ever became necessary.

Success in raising funds varies from year to year and Horizons has benefited from a substantial grant to be able to run the Horizons School Sailing Project over the last 3 years, but the funding has now run out. The partner

**HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2017**

schools are very keen to continue this activity but if delivery on the same scale again this year without fresh funding may result in a deficit for the year.

The Projected Expenditure for the current financial year is based on running the same level of activity as the previous year. The Projected Income is shown as the same figure because, in principle, the Charity would not budget to make a loss - but in reality income depends heavily on being successful with funding bids.

The Trustees aim to have approximately 3-5 months of expenditure in free reserves to meet cash flow requirements. This would equate to approximately £35,000 to £58,000. At the year end the balance was £55,320.

STRUCTURE, GOVERNANCE AND MANAGEMENT

CONSTITUTION

The charity is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 26/02/2015

METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

As set out in the Articles of Association, the Chair of the Trustees is nominated by the Trustees. New Trustees are appointed by existing Trustees and the members of the charitable company. The Memorandum and Articles provides a minimum of 3 Trustees, to a maximum of 12 Trustees. At every annual general meeting one-third of the trustees who are subject to retirement by rotation or, if their number is not three or a multiple of three, the number nearest to one third shall retire from office; but, if there is only one trustee who is subject to retirement by rotation, he shall retire.

All members are circulated with invitations to nominate Trustees prior to the AGM advising them of any retiring Trustees and requesting nominations for the AGM. When considering co-opting Trustees, the Board has regard to the requirement for any specialist skills needed, for example legal or accounting skills.

When appointing new Trustees, the Board will give consideration to the skills and experience mix of existing Trustees in order to ensure that the Board has the necessary skills to contribute fully to the Charity's development. New trustees may be sought by open advertisement or through existing members.

The training and induction provided for new Trustees will depend upon their existing experience but would always include a tour of the Charity and a chance to meet other staff. All Trustees are provided with copies of policies, procedures, minutes, accounts, budgets, plans and other documents that they will need to undertake their role as Trustees. As there are normally only two or three new Trustees a year, induction tends to be done informally and is tailored specifically to the individual. Advantage is taken of specific courses offered by the Local Authority and other bodies.

KEY MANAGEMENT PERSONNEL

The Trustees and Board of Trustees have devolved responsibility for day to day management of the Charity to the 'Horizons Management Team' was established which consists of all members of Staff and two Trustees, including the Treasurer. This group is responsible for managing operations and reports to the Trustees.

ORGANISATIONAL STRUCTURE AND DECISION MAKING

The Board of Trustees usually meet monthly. The Board establishes an overall framework for the governance of the Charity and determines membership, terms of reference and procedures of Committees and other groups. It receives reports including policies from its Committees for ratification. It monitors the activities of the Committees through the minutes of their meetings. The Board may from time to time establish Working Groups to perform specific tasks over a limited timescale.

**HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2017**

The Trustees are responsible for setting general policy, adopting an annual plan and budget, approving the statutory accounts, monitoring Charity by the use of budgets and other data, and making major decisions about the direction of the Charity, capital expenditure and staff appointments.

RELATED PARTY RELATIONSHIPS

None of our Trustees receive remuneration or other benefit from their work with the Charity.

MEMBERS' LIABILITY

Each member of the Charitable Company undertakes to contribute to the assets of the Company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £10, for the debts and liabilities contracted before they cease to be a member.

This report was approved by the Trustees, on 15/2/18 and signed on their behalf by:



Mr R P Cooper, Chair

**HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF HORIZONS (PLYMOUTH) (the 'charity')

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 30 June 2017.

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

RESPONSIBILITIES AND BASIS OF REPORT

As the Trustees of the charity (and 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 charity 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 the charity's accounts 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.

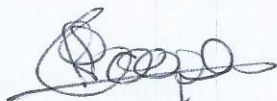
INDEPENDENT EXAMINER'S STATEMENT

I have completed my examination. I can 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 charity 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.

Signed:



Dated:

26th 18.

BISHOP FLEMING LLP

Chartered Accountants

Salt Quay House
4 North East Quay
Sutton Harbour
Plymouth
PL4 0BN

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2017

	Note	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
INCOME FROM:					
Donations and legacies	2	84,070	47,655	131,725	91,329
Charitable activities	3	3,894	503	4,397	20,709
Other trading activities	4	5,524	-	5,524	19,453
Investments	5	7,276	-	7,276	431
Other income	6	120	830	950	4,354
TOTAL INCOME		100,884	48,988	149,872	136,276
EXPENDITURE ON:					
Raising funds	4,7	9,701	-	9,701	6,566
Charitable activities		115,273	17,057	132,330	113,654
TOTAL EXPENDITURE	10	124,974	17,057	142,031	120,220
NET INCOME / (EXPENDITURE) BEFORE INVESTMENT GAINS					
Net gains on investments	15	(24,090)	31,931	7,841	16,056
		26,862	-	26,862	-
NET INCOME BEFORE TRANSFERS		2,772	31,931	34,703	16,056
Transfers between Funds	18	5,481	(5,481)	-	-
NET INCOME BEFORE OTHER RECOGNISED GAINS AND LOSSES		8,253	26,450	34,703	16,056
NET MOVEMENT IN FUNDS		8,253	26,450	34,703	16,056
RECONCILIATION OF FUNDS:					
Total funds brought forward		222,067	2,479	224,546	208,490
TOTAL FUNDS CARRIED FORWARD		230,320	28,929	259,249	224,546

The notes on pages 9 to 23 form part of these financial statements.

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER: 04592593

BALANCE SHEET
AS AT 30 JUNE 2017

	Note	£	2017 £	£	2016 £
FIXED ASSETS					
Tangible assets	14		14,294		17,850
Investments	15		120,705		106,933
			<u>134,999</u>		<u>124,783</u>
CURRENT ASSETS					
Debtors	16	17,622		13,045	
Cash at bank and in hand		113,366		92,753	
		<u>130,988</u>		<u>105,798</u>	
CREDITORS: amounts falling due within one year	17	(6,738)		(6,035)	
NET CURRENT ASSETS			<u>124,250</u>		<u>99,763</u>
NET ASSETS			<u>259,249</u>		<u>224,546</u>
CHARITY FUNDS					
Restricted funds	18		28,929		2,479
Unrestricted funds	18		230,320		222,067
TOTAL FUNDS			<u>259,249</u>		<u>224,546</u>

The charity's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The Trustees consider that the charity is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the charity to obtain an audit for the year in question in accordance with section 476 of the Act.

The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on _____ and signed on their behalf, by:

Mr R P Cooper, Chair

The notes on pages 9 to 23 form part of these financial statements.

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Horizons (Plymouth) meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 RECONCILIATION WITH PREVIOUS GENERALLY ACCEPTED ACCOUNTING PRACTICE

In preparing these accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required.

No restatements were required.

1.3 COMPANY STATUS

The charity is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

1. ACCOUNTING POLICIES (continued)

1.4 INCOME

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

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of those not employed by the charity is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

1.5 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the charity's educational operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

1. ACCOUNTING POLICIES (continued)

1.6 TANGIBLE FIXED ASSETS AND DEPRECIATION

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities incorporating income and expenditure account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Short-term leasehold property	-	10% straight line
Plant and machinery	-	25% straight line
Motor vehicles	-	25% straight line
Office equipment	-	25% straight line

1.7 INVESTMENTS

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of financial activities incorporating income and expenditure account.

1.8 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

1.9 DEBTORS

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

1.10 CASH AT BANK AND IN HAND

Cash at bank and 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.

1.11 LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

1. ACCOUNTING POLICIES (continued)

1.12 FINANCIAL INSTRUMENTS

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.13 PENSIONS

The charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charity to the fund in respect of the year.

1.14 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

1.15 CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. Whilst there is a level of assumption in these judgements, the Directors feel these are unlikely to have a significant effect on, or cause material error to the amounts recognised in the financial statements.

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

2. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Donations	42,348	38,349	80,697	33,361
Grants	41,722	9,306	51,028	57,968
	<u>84,070</u>	<u>47,655</u>	<u>131,725</u>	<u>91,329</u>
Total donations and legacies				
	<u>67,020</u>	<u>24,309</u>	<u>91,329</u>	
<i>Total 2016</i>				

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Sailing activities	3,894	503	4,397	20,709
	<u>20,709</u>	<u>-</u>	<u>20,709</u>	
<i>Total 2016</i>				

4. TRADING ACTIVITIES

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
CHARITY TRADING INCOME				
Charity events	5,021	-	5,021	19,170
Probation service	-	-	-	159
Other income	503	-	503	124
	<u>5,524</u>	<u>-</u>	<u>5,524</u>	<u>19,453</u>
Total income from trading activities	<u>5,524</u>	<u>-</u>	<u>5,524</u>	<u>19,453</u>

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

5. INVESTMENT INCOME

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Gains on investments	7,276	-	7,276	431
<i>Total 2016</i>	431	-	431	

6. OTHER INCOMING RESOURCES

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Sale of assets	120	830	950	4,354
<i>Total 2016</i>	4,354	-	4,354	

7. COSTS OF RAISING FUNDS

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Fundraising expenses	2,046	-	2,046	2,242
Salaries	7,655	-	7,655	4,324
	9,701	-	9,701	6,566
<i>Total 2016</i>	6,566	-	6,566	

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

8. DIRECT COSTS

	Total 2017 £	Total 2016 £
Boat operations and maintenance	13,583	10,442
Moorings fees	5,114	5,016
Boat storage	1,920	1,920
Volunteer expenses	5,610	2,595
Subscriptions and publications	1,394	250
Licences and permits	148	-
Safety Equipment and Clothing	1,512	-
Wages and salaries	56,487	54,343
National insurance	5,788	5,485
Pension cost	2,300	-
Depreciation	9,394	8,121
	103,250	88,172
	88,172	
<i>At 30 June 2016</i>	88,172	

9. SUPPORT COSTS

	Governance £	Managemen t £	Finance £	Total 2016 £
Motor expenses	-	1,755	-	3,086
Insurance	-	3,659	-	3,205
Travel and entertainment	-	294	-	10
Rent, rates and utilities	-	12,874	-	8,877
Bank charges	-	-	451	429
Amortisation	-	-	-	1,145
Independent examiner's fees	2,061	-	-	1,944
Professional fees	856	-	-	-
Administration	1,389	-	-	3,543
Wages and salaries	5,741	-	-	3,243
	10,047	18,582	451	25,482
<i>At 30 June 2016</i>	8,730	15,178	429	

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

10. ANALYSIS OF EXPENDITURE BY EXPENDITURE TYPE

	Staff costs 2017 £	Depreciation 2017 £	Other costs 2017 £	Total 2017 £	Total 2016 £
Expenditure on raising voluntary income	-	-	9,701	9,701	6,566
COSTS OF GENERATING FUNDS	-	-	9,701	9,701	6,566
Sailing activities	64,575	9,394	29,281	103,250	89,317
Management	-	-	18,582	18,582	15,178
Finance	-	-	451	451	429
CHARITABLE ACTIVITIES	64,575	9,394	48,314	122,283	104,924
EXPENDITURE ON GOVERNANCE	5,741	-	4,306	10,047	8,730
	70,316	9,394	62,321	142,031	120,220
<i>Total 2016</i>	63,070	8,121	57,150	128,341	

11. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2017 £	2016 £
Depreciation of tangible fixed assets: - owned by the charity	9,395	8,121

During the year, no Trustees received any remuneration (2016: £NIL).

During the year, no Trustees received any benefits in kind (2016: £NIL).

During the year, no Trustees received any reimbursement of expenses (2016: £NIL).

12. INDEPENDENT EXAMINER'S REMUNERATION

The Independent Examiner's remuneration amounts to an Independent Examination fee of £1,850 (2016 - £2,089).

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

13. STAFF COSTS

Staff costs were as follows:

	2017 £	2016 £
Wages and salaries	62,228	57,585
Social security costs	5,788	5,485
Other pension costs	2,300	-
	<u>70,316</u>	<u>63,070</u>

In the year ending 30/06/2017, one payment amounting to £2,875 was made to Jon Worster on his retirement from Horizons (Plymouth). The full amount has been included within staff costs for the year.

The average number of persons employed by the charity during the year was as follows:

	2017 No.	2016 No.
Sailing Activities	3	3

No employee received remuneration amounting to more than £60,000 in either year.

14. TANGIBLE FIXED ASSETS

	Short-term leasehold property £	Boats £	Motor vehicles £	Equipment £	Total £
COST					
At 1 July 2016	11,450	270,686	6,498	29,383	318,017
Additions	-	4,750	-	1,089	5,839
At 30 June 2017	<u>11,450</u>	<u>275,436</u>	<u>6,498</u>	<u>30,472</u>	<u>323,856</u>
DEPRECIATION					
At 1 July 2016	11,035	255,327	6,498	27,307	300,167
Charge for the year	415	7,875	-	1,105	9,395
At 30 June 2017	<u>11,450</u>	<u>263,202</u>	<u>6,498</u>	<u>28,412</u>	<u>309,562</u>
NET BOOK VALUE					
At 30 June 2017	<u>-</u>	<u>12,234</u>	<u>-</u>	<u>2,060</u>	<u>14,294</u>
At 30 June 2016	<u>415</u>	<u>15,359</u>	<u>-</u>	<u>2,076</u>	<u>17,850</u>

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

15. FIXED ASSET INVESTMENTS

	Listed securities £
MARKET VALUE	
At 1 July 2016	106,933
Additions	28,374
Disposals	(39,622)
Revaluations	25,020
	<hr/>
At 30 June 2017	120,705 <hr/> <hr/>

INVESTMENTS AT MARKET VALUE COMPRISE:

	2017 £	2016 £
Listed investments	120,705 <hr/>	106,933 <hr/>

All the fixed asset investments are held in the UK

16. DEBTORS

	2017 £	2016 £
Other debtors	11,556	6,702
Prepayments and accrued income	6,066	6,343
	<hr/>	<hr/>
	17,622 <hr/> <hr/>	13,045 <hr/> <hr/>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Bank loans and overdrafts	823	779
Trade creditors	73	2,050
Other taxation and social security	3,396	825
Other creditors	596	23
Accruals and deferred income	1,850	2,358
	<hr/>	<hr/>
	6,738 <hr/> <hr/>	6,035 <hr/> <hr/>

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

18. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 July 2016 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 30 June 2017 £
DESIGNATED FUNDS						
Designated long term contingency fund	40,000	-	-	-	-	40,000
Designated fixed asset reserve	17,850	-	(9,394)	5,839	-	14,295
Designated building purchase reserve	106,933	53,394	(39,622)	-	-	120,705
Designated sailing funds	6,150	-	(6,150)	-	-	-
	<u>170,933</u>	<u>53,394</u>	<u>(55,166)</u>	<u>5,839</u>	<u>-</u>	<u>175,000</u>
GENERAL FUNDS						
General fund	51,134	47,490	(69,808)	(358)	26,862	55,320
Total Unrestricted funds	<u>222,067</u>	<u>100,884</u>	<u>(124,974)</u>	<u>5,481</u>	<u>26,862</u>	<u>230,320</u>
RESTRICTED FUNDS						
Boat purchase and maintenance fund	2,353	3,000	(3,073)	(2,280)	-	-
Sailing activity funds	75	763	(338)	(500)	-	-
25th anniversary celebration	51	3,392	(3,443)	-	-	-
Portacabin/Equipment	-	24,080	(2,001)	(2,701)	-	19,378
Winter Project	-	5,453	(2,453)	-	-	3,000
Boat Project	-	2,321	-	-	-	2,321
Courses	-	2,230	-	-	-	2,230
Delamore	-	5,485	(5,485)	-	-	-
Training	-	2,137	(137)	-	-	2,000
Christmas Raffle	-	127	(127)	-	-	-
	<u>2,479</u>	<u>48,988</u>	<u>(17,057)</u>	<u>(5,481)</u>	<u>-</u>	<u>28,929</u>
Total of funds	<u><u>224,546</u></u>	<u><u>149,872</u></u>	<u><u>(142,031)</u></u>	<u><u>-</u></u>	<u><u>26,862</u></u>	<u><u>259,249</u></u>

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

18. STATEMENT OF FUNDS (continued)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 July 2015 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 30 June 2016 £
DESIGNATED FUNDS						
Designated long term contingency fund	40,000	-	-	-	-	40,000
Designated fixed asset reserve	11,961	-	-	5,889	-	17,850
Designated building purchase reserve	104,130	2,803	-	-	-	106,933
Designated sailing funds	8,910	20,171	(22,931)	-	-	6,150
	<u>165,001</u>	<u>22,974</u>	<u>(22,931)</u>	<u>5,889</u>	<u>-</u>	<u>170,933</u>
GENERAL FUNDS						
General fund	36,314	87,993	(81,737)	8,564	-	51,134
	<u>36,314</u>	<u>87,993</u>	<u>(81,737)</u>	<u>8,564</u>	<u>-</u>	<u>51,134</u>
Total Unrestricted funds	<u>201,315</u>	<u>110,967</u>	<u>(104,668)</u>	<u>14,453</u>	<u>-</u>	<u>222,067</u>
RESTRICTED FUNDS						
Boat purchase and maintenance fund	6,941	10,257	(2,603)	(12,242)	-	2,353
Sailing activity funds	234	15,001	(12,949)	(2,211)	-	75
25th anniversary celebration	-	51	-	-	-	51
	<u>7,175</u>	<u>25,309</u>	<u>(15,552)</u>	<u>(14,453)</u>	<u>-</u>	<u>2,479</u>
Total of funds	<u>208,490</u>	<u>136,276</u>	<u>(120,220)</u>	<u>-</u>	<u>-</u>	<u>224,546</u>

Free Reserves:

The general fund - Represents the free funds of the charity, which are not designated for a particular purpose.

Designated Reserves:

The designated long term contingency fund has remained the same. The fund is an amount set aside to meet ongoing costs occurring after the year end in respect of insurance, mooring, boat storage, etc.

The designated fixed asset reserve is there to assist in identifying funds, which are not free funds. It represents the net book value of tangible fixed assets, which do not form part of the capital restricted funds or a separate designated fund.

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

18. STATEMENT OF FUNDS (continued)

The Designated Building Reserve has been set aside to purchase suitable premises in the future, if they become available. The reserve is represented by the Trust investments and the growth thereof which are being managed by Charles Stanley & Co Ltd. The brought forward value of these investments was £106,933 which has grown by £13,772 by the year end.

The Designated Sailing Activities Reserve was fully expended during the year.

Restricted Reserves:

Boat Purchase and Maintenance Funds of £2,353 were brought forward at the beginning of the year. Income of £3,000 was received into this fund. The fund was fully expended at the year end, carrying forward no value.

Sailing Activity Funds of just £75 were brought forward into the year. Income of £763 was received whilst £838 was expended leaving nothing to be carried forward.

25th Anniversary Funds of £51 were carried forward into the year. These were added to by £3,392 of income whilst £3,443 was expended, leaving nothing to be carried forward.

Portacabin/Equipment funds received £24,080 was received during the year. £4,703 of this amount was expended during the year, most of which went on the purchase of a new boat engine. £19,377 was carried forward into the next year.

Winter Project funds received income of £5,453 during the year of which £2,453 was expended, leaving a balance of £3,000 to be carried forward.

Boat Project funds of £2,321 was received as income for the year, all of which was carried forward into the next year.

Courses funds of £2,230 was received as income for the year, all of this amount was also carried forward into the next year.

Delamore funds received £5,485 in income for the year, all of this was also expended leaving nothing to be carried forward.

Training funds of £2,137 was received as income for the year. Of this amount, £137 was expended and £2,000 was carried forward into the next year.

SUMMARY OF FUNDS - CURRENT YEAR

	Balance at 1 July 2016 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 30 June 2017 £
Designated funds	170,933	53,394	(55,166)	5,839	-	175,000
General funds	51,134	47,490	(69,808)	(358)	26,862	55,320
	<u>222,067</u>	<u>100,884</u>	<u>(124,974)</u>	<u>5,481</u>	<u>26,862</u>	<u>230,320</u>
Restricted funds	2,479	48,988	(17,057)	(5,481)	-	28,929
	<u>224,546</u>	<u>149,872</u>	<u>(142,031)</u>	<u>-</u>	<u>26,862</u>	<u>259,249</u>

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

18. STATEMENT OF FUNDS (continued)

SUMMARY OF FUNDS - PRIOR YEAR

	Balance at 1 July 2015 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 30 June 2016 £
Designated funds	165,001	22,974	(22,931)	5,889	-	170,933
General funds	36,314	87,993	(81,737)	8,564	-	51,134
	<u>201,315</u>	<u>110,967</u>	<u>(104,668)</u>	<u>14,453</u>	<u>-</u>	<u>222,067</u>
Restricted funds	7,175	25,309	(15,552)	(14,453)	-	2,479
	<u>208,490</u>	<u>136,276</u>	<u>(120,220)</u>	<u>-</u>	<u>-</u>	<u>224,546</u>

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £
Tangible fixed assets	14,294	-	14,294
Fixed asset investments	120,705	-	120,705
Current assets	102,062	28,928	130,990
Creditors due within one year	(6,740)	-	(6,740)
	<u>230,320</u>	<u>28,929</u>	<u>259,249</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Unrestricted funds 2016 £	Restricted funds 2016 £	Total funds 2016 £
Tangible fixed assets	17,850	-	17,850
Fixed asset investments	106,933	-	106,933
Current assets	103,319	2,479	105,798
Creditors due within one year	(6,035)	-	(6,035)
	<u>222,067</u>	<u>2,479</u>	<u>224,546</u>

HORIZONS (PLYMOUTH)
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

20. PENSION COMMITMENTS

The charity operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents contributions payable by the charity to the fund and amounted to £2,300 (2016: £NIL).

21. RELATED PARTY TRANSACTIONS

There were no related party transactions for the year ended 30 June 2017.

22. FIRST TIME ADOPTION OF FRS 102

It is the first year that the charity has presented its financial statements under SORP 2015 and FRS 102. The following disclosures are required in the year of transition. The last financial statements prepared under previous UK GAAP were for the year ended 30 June 2016 and the date of transition to FRS 102 and SORP 2015 was therefore 1 July 2015. As a consequence of adopting FRS 102 and SORP 2015, a number of accounting policies have changed to comply with those standards.

The policies applied under the charity's previous accounting framework are not materially different to FRS 102 and have not impacted on funds or net income/expenditure.