

Charity registration number 1166460

Company registration number 09784120 (England and Wales)

DUDLEY CANAL AND TUNNEL TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

DUDLEY CANAL AND TUNNEL TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	C A Bennett D M Caunt R I Langford P T Smith J Deacon L Bradshaw K Williams A Truslove H O'Connor L Head I Collins Dr M C Clark	(Appointed 20 February 2023) (Appointed 21 September 2022) (Appointed 1 October 2022) (Appointed 23 January 2023) (Appointed 23 November 2022) (Appointed 25 September 2022)
Charity number	1166460	
Company number	09784120	
Principal address	501 Birmingham New Road Dudley West Midlands DY1 4SB	
Independent examiner	CK Audit No 4 Castle Court 2 Castlegate Way Dudley West Midlands DY1 4RH	
Solicitors	Higgs LLP 3 Waterfront Business Park Brierley Hill West Midlands DY5 1LX	

DUDLEY CANAL AND TUNNEL TRUST

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DUDLEY CANAL AND TUNNEL TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company governing document, the Companies Act 2006 and "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 2019)".

Objectives and activities

The principle activity of the charity is the advancement of education for the public benefit, on the history, social history, heritage, economy, geology, geography, archaeology, architecture and other features of the Dudley canal tunnels, inland waterways, mines and its working boards; and the protection, preservation, conservation, maintenance, repair, improvement and development, to a navigable standard, of the Dudley canal tunnels, inland waterways, mines and working boats for the use and benefit of the public.

The strategies employed to achieve the charity's objectives are to:

- Develop an ambitious and forward-looking heritage attraction that celebrates its past achievements whilst looking to grow its infrastructure, develop its offer, reach a wider audience and be a vibrant part of the local community where it is situated.
- Offer opportunities for a broad range of people to become involved and engaged with the history of the tunnels, caverns, waterways and local area. This will be through offering boat trips into the tunnels on open water along with exhibitions and workshops, displays, events, talks, audio visual displays and hands on opportunities.
- Provide employment and volunteer opportunities and work with local community groups and networks and make our resources available to help them deliver their goals.
- Develop and deliver great quality formal and informal education activities for all ages. Become better known for our insight and creative use of our history, our resources, stories and our staff to produce specialist interpretive programs as well as family friendly and curriculum supporting workshops.
- Preserve the Caverns, Tunnels, Mines and Waterways under our care to the highest level. Developing specialist knowledge and approaches to this and sharing knowledge with the wider sector as best practice. Developing a stringent health and safety approach that ensures the safety of all who visit and work within the premises.
- To raise income through our activities to ensure we stay a viable and sustainable business and can further invest in the business. This can be done by selling trip tickets, commercial trade, promoting donations, gift aid and fundraising for our activities.
- To develop mutually supportive partnerships, project work and build relationships which adds to our offer, promotes what is so special about the area and help upskill our workforce, volunteers, operating approaches and activities.
- To raise the profile and awareness of the Trust and ensure all see us as an engaging, productive and professional organisation and heritage attraction. To operate with entrepreneurial flair and creativity and to trade ethically and fairly in all we do.
- To put the visitor at the heart of everything we do.

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

DUDLEY CANAL AND TUNNEL TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Achievements and performance

Despite starting 2022 with warnings of economic downturns, supply issues and the ongoing impact of Covid-19 the Trust had a very productive if not at times challenging year. Like many businesses we had to cut our costs and usage in terms of energy supplies and purchase of materials to make every saving we could whilst maintaining our offer, safety levels and improvements on site.

Staffing

Pleasingly we were able to grow our staff levels and retain the skills and experiences within the teams. New Skippers and crew joined the team at the start of the season along with a new Commercial Manager at the start of the year. A couple of existing roles were developed including support for marketing and promotion.

2022 saw the start of giving out long service awards and twenty-two commendation cards were sent out to those recognised by our visitors for exceptional service.

Boat Trip sales

Our Underground Experience trips sold ahead of budget albeit with a slight change to our normal sales pattern. We have invested in this trip with new displays in the caverns, improved speaker systems onboard and improved lighting. This is our core offer and main income generator, so it is important it delivers to all our visitors. Our customer service reviews are excellent with 98% of reviews stating our offer is very good or excellent.

The open water trips performed a little behind budget, however for 2022 early season additional trips had been added which proved difficult to offer due to poor weather and slow take up – our main season trips remained popular and booking numbers did increase on previous years.

The prices for the trips was increased from the start of the year but still represents excellent value, especially when tied in with Gift Aid.

We also benefitted from launching a new online booking system through our website in May which proved to be very popular.

Governance

Mid-year our Chair announced his plans to retire, and we set about recruiting which was completed in December with the appointment of Mr Ian Collins a local business professional and engineer who is dedicated to raising the profile of the area.

In addition, we were able to recruit a number of new Trustees with a range of skills and experience, including canal society operations, data analysis, digital and cultural inclusion and community health and well-being. This has further strengthened our board as well as diversifying its demographic.

Engagement & Learning

We are seeing a return of school bookings which has seen the department perform well above budget. The new system of delivering workshops via supply teachers and having Sagitta our working boat available to supplement the lessons works very well. For 2022 we reduced our Outreach work so we could concentrate on the onsite learning programme but we will return to this in due course.

Again, prices for the offer were reviewed and benchmarked against similar offers. A small increase per booking was brought in from the beginning of the year.

Volunteering

Our volunteers gave just under 9,000 hours of support for the Trust across many departments. Though our number of volunteers are a little reduced for the year, those on site are far more active and come regularly. At the end of 2022 we heard that one of our stalwart volunteers and Trustees had been awarded the British Empire Medal in the New Years Honours List for the amazing work she does for the Trust.

DUDLEY CANAL AND TUNNEL TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Promotion and Public Awareness

We were pleased to be part of the Birmingham 2022 Commonwealth Games initiative in a number of activities. Bringing the new Commonwealth Games medals along with their designers from the Birmingham School of Jewellery to the start of the games. Filming with the UK Hurdles Team, providing trips for the Paralympians, welcoming the Queen's Baton onboard at Stourbridge and at the end of the games taking the VIP's and Queen's baton out of the region amid an amazing waterfront ceremony.

In support of the Jubilee in May we launched a range of offers which included a discounted ticket for local children. The weekend included a free art competition, a "Best of British Menu" and special jubilee boat trips and Queen's High Tea's. Take up was good for all activities and the initiative helped raise public awareness at the beginning of the season.

We also appeared on Antiques Road Trip and Four in a Bed in late February.

Towards September the Trust secured funding from Creative Black Country to develop and produce an art installation celebrating its 60th anniversary of when a message was put in a bottle as a call to arms to protect the tunnels and caverns from threat of closure. The project saw three canal clean ups take place and sixty bottles removed and cleaned and incorporated into the piece. Local children and families took part in the clean ups and members of the local community wrote a range of messages for inclusions in the bottles all highlighting what was special about the place and the people of Dudley.

Financial review

Total income for the year amounted to £708,162 (2021 £757,651). Total expenditure amounted to £653,304 (2021 £577,380). This resulted in a net surplus for the year of £54,348 (2021 net surplus £180,284).

Reserves policy

Our unrestricted funds are freely available to spend on any of the charity's purposes in delivering our aims and keeping our business sustainable. Restricted funds and tangible fixed assets do not form part of our reserves. They are in place to protect the charity and its operations during down turns in business or other major occurrence to ensure it can continue to protect and preserve the unique environment in its care and engage the public with its historic importance. Reserves are also used to support new projects and activities which the Trust has identified as part of its business development and planning.

The Trust aims to maintain a minimum of £250,000 as reserves. This is calculated using the predicted three highest expenditure months for 2022 for non-discretionary spending. Where funds exceed this amount by more than £50,000 the Trust will review the reserve policy and either amend it or identify a way of using the funds to support the charity's objectives. Where funds fall below this amount the Trust will review a "Zero Level" approach, identifying the associated risks and mitigating them, building back reserves and diversifying the funding base.

Our readily available cash reserves are currently £224,000, which is slightly below our policy, however, we are expecting a significant Gift Aid claim payment that will take the reserves over the minimum. Also, we have £162,000 on fixed term deposit with £70,000 of this maturing within 2023.

Risk management

The trustees have reviewed the major risks to which the charity is exposed and confirm that systems have been established to mitigate those risks. Particular attention has focused on non-financial risks arising from fire, health and safety of staff, trippers and audiences. A key element in the management of financial risk is the ongoing commitment to gain an increasing number of visitors by offering deals through various mediums, together with attending various community events.

DUDLEY CANAL AND TUNNEL TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Governing document and constitution

The company is limited by guarantee and hence there is no share capital.

Dudley Canal and Tunnel Trust is governed by its Memorandum and Articles of Association dated 18 September 2015. It is a registered charity with the Charity Commission.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

C A Bennett	
D M Caunt	
R I Langford	
W J Luesley	(Resigned 1 October 2022)
P T Smith	
J Deacon	
L Bradshaw	
K Williams	(Appointed 20 February 2023)
A Truslove	(Appointed 21 September 2022)
H O'Connor	(Appointed 1 October 2022)
L Head	(Appointed 23 January 2023)
I Collins	(Appointed 23 November 2022)
Dr M C Clark	(Appointed 25 September 2022)

Trustees' indemnity

The charity has Trustees' indemnity insurance in place.

Organisational structure

The board of trustees, who meet bi-monthly administer the charity. A Chief Executive is appointed by the trustees to manage the day to day operations of the charity and attend the bi-monthly board meetings to present the Chief Executive's report on the day to day running of the business.

A Finance and HR Manager looks after the Trusts finances and supports the Chief Executive on all HR issues. A Heritage Engagement Officer is responsible for the Trusts education offer as well as its volunteer programme. The Operations manager looks after the boat trips and health and safety requirements. All report to the Chief Executive.

Induction and training of new trustees

New trustees are briefed by the management regarding the operations and their legal obligations under charity and company law. They are also given a tunnel tour to obtain a better understanding of the company history and operations.

Related parties

The charity has a wholly-owned subsidiary, Dudley Canal and Tunnel Trust Enterprises Limited, a limited company whose purpose is to raise monies through commercial enterprise with the aim of profit making so that these profits may be gifted to Dudley Canal and Tunnel Trust to support their charitable purposes.

The trustees' report was approved by the Board of Trustees.

I Collins

Trustee

Dated: 25 April 2023

DUDLEY CANAL AND TUNNEL TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF DUDLEY CANAL AND TUNNEL TRUST

I report to the trustees on my examination of the financial statements of Dudley Canal and Tunnel Trust (the charitable company) for the year ended 31 December 2022.

Responsibilities and basis of report

As the trustees of the charitable company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charitable 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 the charitable company's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charitable company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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 that in any material respect:

- 1 accounting records were not kept in respect of the charitable company as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

Wendy Davies FCA

No 4 Castle Court 2
Castlegate Way
Dudley
West Midlands
DY1 4RH

Dated: 25 April 2023

DUDLEY CANAL AND TUNNEL TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Notes						
<u>Income and endowments from:</u>							
Donations and legacies	2	282,379	9,866	292,245	408,763	55,916	464,679
Charitable activities	3	407,486	-	407,486	289,038	-	289,038
Other income	4	7,431	-	7,431	3,934	-	3,934
Total income		<u>697,296</u>	<u>9,866</u>	<u>707,162</u>	<u>701,735</u>	<u>55,916</u>	<u>757,651</u>
<u>Expenditure on:</u>							
Charitable activities	5	638,661	14,643	653,304	527,121	50,259	577,380
Net gains/(losses) on investments	9	(510)	-	(510)	13	-	13
Net movement in funds		<u>58,125</u>	<u>(4,777)</u>	<u>53,348</u>	<u>174,627</u>	<u>5,657</u>	<u>180,284</u>
Fund balances at 1 January 2022		<u>308,676</u>	<u>7,657</u>	<u>316,333</u>	<u>134,049</u>	<u>2,000</u>	<u>136,049</u>
Fund balances at 31 December 2022		<u><u>366,801</u></u>	<u><u>2,880</u></u>	<u><u>369,681</u></u>	<u><u>308,676</u></u>	<u><u>7,657</u></u>	<u><u>316,333</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

DUDLEY CANAL AND TUNNEL TRUST

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	11		39,456		48,711
Investments	12		11,505		2,014
			<u>50,961</u>		<u>50,725</u>
Current assets					
Debtors	14	75,485		63,728	
Investments	15	162,000		-	
Cash at bank and in hand		131,935		213,324	
		<u>369,420</u>		<u>277,052</u>	
Creditors: amounts falling due within one year	16	(50,700)		(11,444)	
Net current assets			318,720		265,608
Total assets less current liabilities			<u>369,681</u>		<u>316,333</u>
Income funds					
Restricted funds	17		2,880		7,657
Unrestricted funds			366,801		308,676
			<u>369,681</u>		<u>316,333</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2022.

The directors 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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 25 April 2023

P T Smith
Trustee

Company registration number 09784120

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Dudley Canal and Tunnel Trust is a charitable company incorporated in England and Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is 501 Birmingham New Road, Dudley, West Midlands DY1 4SB.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company governing document, the Companies Act 2006 and "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 2019)". The charitable company is a Public Benefit Entity as defined by FRS 102.

The charitable company has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

No amount is included in the financial statements for volunteer time in line with SORP (FRS102).

Grants are included in incoming resources when they are receivable. Performance related grants are deferred and released after any performance conditions are met.

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

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 are allocated on the portion of the asset's use.

All expenditure is accounted for on an accruals basis. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that a settlement will be required and the amount of the obligation can be measured reliably.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs and administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold buildings	10% straight line
Boats and equipment	20% reducing balance and at varying rates on cost
Office furniture and equipment	20% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charitable company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.10 Financial instruments

The charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Donations and gifts	274,087	9,866	283,953	117,417	7,035	124,452
Grants received	8,292	-	8,292	291,346	48,881	340,227
	<u>282,379</u>	<u>9,866</u>	<u>292,245</u>	<u>408,763</u>	<u>55,916</u>	<u>464,679</u>
Donations and gifts						
Donations	1,361	31	1,392	19,538	-	19,538
Donations from Dudley Canal Trust	10,168	9,835	20,003	-	-	-
Donation from Dudley Canal Trust (Trips) Limited	3,375	-	3,375	-	7,035	7,035
Gift aid	76,259	-	76,259	71,322	-	71,322
Gift aid from subsidiary	182,924	-	182,924	23,804	-	23,804
Other	-	-	-	2,753	-	2,753
	<u>274,087</u>	<u>9,866</u>	<u>283,953</u>	<u>117,417</u>	<u>7,035</u>	<u>124,452</u>

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

2 Donations and legacies

(Continued)

Grants receivable for core activities

Culture recovery grant	-	-	-	274,593	-	274,593
Furlough grant	-	-	-	16,753	-	16,753
Historic England	-	-	-	-	48,881	48,881
Other	8,292	-	8,292	-	-	-
	<u>8,292</u>	<u>-</u>	<u>8,292</u>	<u>291,346</u>	<u>48,881</u>	<u>340,227</u>

3 Charitable activities

	2022 £	2021 £
Boat income	382,360	272,808
Workshop income	12,673	4,102
Admissions and booking fees	6,812	6,672
Membership	829	1,971
Rental income	4,812	3,485
	<u>407,486</u>	<u>289,038</u>

4 Other income

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Other income	<u>7,431</u>	<u>3,934</u>

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

5 Charitable activities

	2022 £	2021 £
Staff costs	209,740	209,439
Depreciation and impairment	7,729	11,396
Electric, gas, telephone and water	42,670	40,900
Professional fees	21,899	17,574
Maintenance and upkeep	49,603	54,909
Marketing advertising and PR	21,062	34,156
Service contracts	5,898	19,831
Heritage activities	8	22
Health and safety	1,896	2,012
Consumables	1,812	1,658
Volunteer expenses	121	3,884
Activities and events	443	91
Accommodation recharge to Enterprise and rent	(40,000)	(40,000)
Commission	63,852	38,703
Rent rates and insurance	142,872	4,418
Specific Culture recovery spend	-	25,247
Specific Historic England spend	42	36,636
	<u>529,647</u>	<u>460,876</u>
Share of support costs (see note 6)	118,723	112,170
Share of governance costs (see note 6)	4,934	4,334
	<u>653,304</u>	<u>577,380</u>
Analysis by fund		
Unrestricted funds	638,661	527,121
Restricted funds	14,643	50,259
	<u>653,304</u>	<u>577,380</u>

Rent, rates and insurance for 2022 includes rent paid to Dudley Canal Trust (Trips) Limited amounting to £141,000 (2021 - nil).

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

6 Support costs

	Support costs	Governance costs	2022 Support costs	Governance costs	2021
	£	£	£	£	£
Staff costs	81,227	-	81,227	80,804	80,804
Depreciation	1,527	-	1,527	1,135	1,135
Service costs	18,418	-	18,418	15,719	15,719
Directors expenses	1,975	-	1,975	286	286
Motor travel and entertaining	224	-	224	457	457
Legal and professional fees	2,140	-	2,140	4,516	4,516
Bank charges	13,212	-	13,212	9,253	9,253
Legal and professional	-	2,184	2,184	-	884
Accountancy and payroll services	-	2,750	2,750	-	3,450
	<u>118,723</u>	<u>4,934</u>	<u>123,657</u>	<u>112,170</u>	<u>116,504</u>
Analysed between Charitable activities	<u>118,723</u>	<u>4,934</u>	<u>123,657</u>	<u>112,170</u>	<u>116,504</u>

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charitable company during the year.

8 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Administration	4	6
Operational	28	21
Total	<u>32</u>	<u>27</u>
Employment costs	2022	2021
	£	£
Wages and salaries	269,577	269,884
Social security costs	17,760	13,937
Other pension costs	3,630	6,422
	<u>290,967</u>	<u>290,243</u>

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

8 Employees

(Continued)

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2022 Number	2021 Number
£60,001 to £70,000	1	-

9 Net gains/(losses) on investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Revaluation of investments	(510)	13

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

11 Tangible fixed assets

	Leasehold buildings £	Boats and equipment £	Office furniture and equipment £	Total £
Cost				
At 1 January 2022	2,350	229,393	33,014	264,757
At 31 December 2022	2,350	229,393	33,014	264,757
Depreciation and impairment				
At 1 January 2022	212	186,158	29,675	216,045
Depreciation charged in the year	235	8,353	668	9,256
At 31 December 2022	447	194,511	30,343	225,301
Carrying amount				
At 31 December 2022	1,903	34,882	2,671	39,456
At 31 December 2021	2,137	43,235	3,339	48,711

12 Fixed asset investments

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

12 Fixed asset investments	(Continued)		
	Listed investments £	Other investments	Total £
Cost or valuation			
At 1 January 2022	2,013	1	2,014
Additions	10,001	-	10,001
Valuation changes	(510)	-	(510)
	<u>11,504</u>	<u>1</u>	<u>11,505</u>
At 31 December 2022	11,504	1	11,505
	<u>11,504</u>	<u>1</u>	<u>11,505</u>
Carrying amount			
At 31 December 2022	11,504	1	11,505
	<u>11,504</u>	<u>1</u>	<u>11,505</u>
At 31 December 2021	2,013	1	2,014
	<u>2,013</u>	<u>1</u>	<u>2,014</u>
		2022	2021
Other investments comprise:	Notes	£	£
Investments in subsidiaries	20	1	1
		<u>1</u>	<u>1</u>
13 Financial instruments		2022	2021
		£	£
Carrying amount of financial assets			
Instruments measured at fair value through profit or loss		162,000	-
		<u>162,000</u>	<u>-</u>
14 Debtors		2022	2021
		£	£
Amounts falling due within one year:			
Trade debtors		7,519	3,696
Amounts owed by subsidiary undertakings		-	11,180
Other debtors		65,681	46,952
Prepayments and accrued income		2,285	1,900
		<u>75,485</u>	<u>63,728</u>
		<u>75,485</u>	<u>63,728</u>

Other debtors in 2022 relates to gift aid claims for 2022 yet to be received.

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

15 Current asset investments

	2022 £	2021 £
Fixed term bonds	162,000	-

16 Creditors: amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	11,318	-
Trade creditors	6,407	5,834
Amounts owed to subsidiary undertakings	25,175	-
Other creditors	1,813	612
Accruals and deferred income	5,987	4,998
	<u>50,700</u>	<u>11,444</u>

17 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Movement in funds			
	Balance at 1 January 2021	Incoming resources	Resources expended	Balance at 1 January 2022	Incoming resources	Resources expended	Balance at 31 December 2022	
	£	£	£	£	£	£	£	
Richardson foundation	2,000	-	-	2,000	-	(2,000)	-	
Harry Payne	-	31	(31)	-	31	(31)	-	
Dudley No. 2 Canal Project	-	7,004	(7,004)	-	9,835	(9,835)	-	
Historic England	-	48,881	(43,224)	5,657	-	(2,777)	2,880	
	<u>2,000</u>	<u>55,916</u>	<u>(50,259)</u>	<u>7,657</u>	<u>9,866</u>	<u>(14,643)</u>	<u>2,880</u>	

The balance on the Historic England restricted fund includes £2,571 relating to fixed assets which are being depreciated on a 20% reducing balance basis.

DUDLEY CANAL AND TUNNEL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

18 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021
	£	£	£	£	£
Fund balances at 31 December 2022 are represented by:					
Tangible assets	36,885	2,571	39,456	45,299	48,711
Investments	11,505	-	11,505	2,014	2,014
Current assets/(liabilities)	318,411	309	318,720	261,363	265,608
	<u>366,801</u>	<u>2,880</u>	<u>369,681</u>	<u>308,676</u>	<u>316,333</u>

19 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022	2021
	£	£
Aggregate compensation	<u>61,138</u>	<u>52,137</u>

The Trust considers its key management personnel to be the Chief Executive.

Transactions with related parties

During the year the charitable company entered into the following transactions with related parties:

At 31st December 2022 an amount of £0 was due from Dudley Canal Trust (Trips) Limited (2021 £1,998).

20 Subsidiaries

These financial statements are separate charitable company financial statements for Dudley Canal and Tunnel Trust.

Details of the charitable company subsidiaries at 31 December 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Dudley Canal Trust Enterprises Limited	England and Wales	Preservation and development of the Dudley Canal Network	Ordinary	100.00	