

Company Registration Number: 03685038 (England & Wales)

Charity Registration Number: 1078029

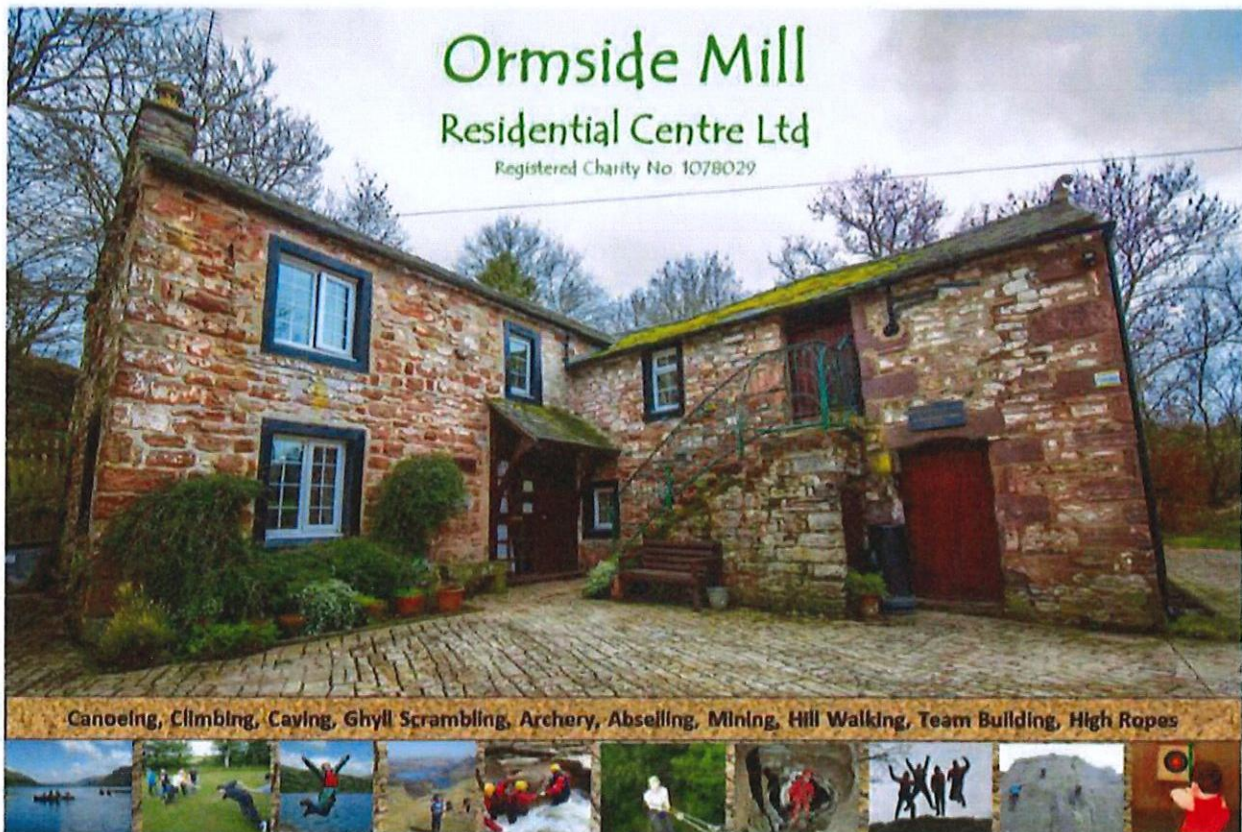
Ormside Mill Residential Centre Limited

Company Limited by Guarantee

Trustees' Report and Financial Statements

For the Year Ended

31 March 2021



ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

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ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

CHARITY INFORMATION

Charity Number	1078029
Company Number	03685038
Secretary	A French
Trustees	N J Eckersley (Vice-Chair) J Steer (Treasurer) A Johnston A French K L Wilson
Principal Address	Ormside Mill Residential Centre Mill Lane Appleby-in-Westmoreland Cumbria CA16 6EJ
Registered office	C/O Lancashire Boys and Girls Clubs South Place 1 Meeting House Lane Lancaster LA1 1TQ
Independent examiner	G Howse BSC, FMAAT CWR Chartered Accountants 20 Mannin Way Lancaster Business Park Caton Road Lancaster LA1 3SW



ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

TRUSTEES ANNUAL REPORT (INCLUDING DIRECTORS REPORT AS REQUIRED BY COMPANY LAW)

YEAR ENDED 31 MARCH 2021

The Trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the unaudited Financial Statements of the Charity for the year ended 31 March 2021.

The Financial Statements comply with The Charities Act 2011, The Companies Act 2006, The Memorandum 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 (FRS102).

Reference and Administrative Details

Ormside Mill Residential Centre Limited was formed in 1998 and is registered with the Charities Commission Number 1078029. Reference and administrative details are shown in the schedule of charity information on page 2 of the annual report.

The Trustees who served the Charity during the year were as follows:

N J Eckersley (Vice-Chair)

J Steer (Treasurer)

A French (Secretary)

R Bateson (Resigned 14 January 2021)

A Johnston

K L Wilson (Appointed 2 December 2020)

Appointment of Trustees

The appointment of trustees is governed by provisions contained within the company's Articles of Association. These are as follows: -

- I. The Greater Manchester Trust for Recreation, known as the "A" member, may from time to time appoint three persons to be directors, known as "A" directors.
- II. The Lancashire Association of Boys and Girls Clubs, known as the "B" member, may from time to time appoint three persons to be directors, known as "B" directors.
- III. Each "A" director may at any time be removed from office by the "A" member and each "B" director may at any time be removed from office by the "B" member.
- IV. In addition, independent trustees not directly linked to either GMTR or LABGC may be elected to the board

Structure, Governance and Management

The Charity is incorporated as a company limited by guarantee and is governed by the company's Memorandum and Articles of Association.

The charitable company is managed by its board of directors, consisting of not less than six members, which meets at least three times a year.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

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YEAR ENDED 31 MARCH 2021

Public Benefit

The Trustees have complied with their duty to have due regard to the guidance on public benefit in its objectives and activities below, which are considered to be for public benefit.

Specific Restrictions on the Charitable Company

- (i) Clause 4 of the Memorandum of Association of the company stipulates that the income and property of the company shall be applied solely towards the promotion of its objects and no portion is to be paid by way of dividend, bonus or otherwise to the members of the company. Additionally, no trustee appointed to any office of the company is to be paid a salary or receive any remuneration or other benefits from the company.
- (ii) Clause 6 of the Memorandum of Association states that upon the winding up or dissolution of the company any assets remaining, after the satisfaction of all liabilities, shall not be paid to or distributed among the members of the company, but shall be transferred to other charitable bodies having similar objects and which similarly prohibit the distribution of income or property among its members to an extent at least as great as is imposed on this company by Clause 4 of its Memorandum of Association.



Investment Powers

The charitable company is permitted by its Memorandum of Association to invest any funds not immediately required for its purposes in such manner as may from time to time be determined, subject to such conditions as may for the time being be imposed or required by law.

Objectives and Activities

The charitable company's principal objects as set out in the Memorandum of Association, which constitutes our core purpose, are: -

"To help and educate young people through their leisure time activities as to develop their physical and mental capacities that they may grow to full maturity as individuals and members of society and their conditions of life may improve, in particular by the provision of a recreational and residential centre".

The charity was formed in 1998 and it has pursued its objects by acquiring land and property known as Ormside Mill at Ormside, Nr. Appleby-in-Westmorland. Extensive renovation and improvement work has been carried out in order to bring the property into use as a recreational and residential centre.

There were no changes in the period in the policies adopted by the company in order to further its objects.

Connected Charities

The charity is connected with the Lancashire Association of Boys and Girls Clubs and the Boys and Girls Clubs of Greater Manchester (incorporated in the Greater Manchester Trust for Recreation).

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The back-story reminder about the centre



A former 18th century water mill, Ormside Mill was opened in 1999 as an **activity and residential centre for young people**. A joint venture between the **Lancashire (LABGC)** and **Manchester Boys & Girls Clubs (GMTR)**, the centre was established as a **registered charity** to serve the needs of their member clubs and young people, especially those considered to be **disadvantaged**.

A **small charity doing big work with young people**, the mill has been described as a '*little gem*' and a '*special homely place*'. The 18-bed self-catering centre enjoys an isolated rural location in the beautiful upper Eden Valley of Cumbria.

Ormside Mill is governed by a **volunteer board of directors**. A full-time centre manager, part time housekeeper and groundsman and a team of self-employed freelance instructors ensure a **cost-effective** operation which is underpinned by a **personal and friendly service**.

Achievements and performance in the year

The previous centre managers post was terminated just before the start of the year and the groundman resigned. This left a part time housekeeper 8 hrs per week who was furloughed until her resignation in July, just as we were starting to reopen.

Fortunately, a replacement was found within a couple of weeks to keep things rolling and subsequently left in Autumn as all bookings were cancelled again.



July to September was a window of opportunity where we managed to provide 11 bookings totalling 32 nights of accommodation to private groups to raise a small amount of income. September onwards again saw closure and cancellations with just one school group in October half term and a group of 4 film crew in February 2021.

Cancellations in the year totalled 46 bookings with a total of 126 nights accommodation and 72 activity days.

	No	Nights	Activity Days
Bookings	13	40	5
Cancellations	46	126	72

2020-21 has without a doubt been the most challenging year on record for everyone, and Ormside Mill was not without exception having had its fair share of challenges. Not only were we faced with the damage caused by floods, the situation was exacerbated by the loss of income due to the pandemic lockdown and suspension of all but essential building work. Nevertheless, as restrictions began to be lifted in June we were able to meet with landscapers and in July begin the recovery process.

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Private groups started to visit and stay at Ormside Mill from the end of July which gave us some financial reprieve, but this was short lived as from 14th September we had to close once again and didn't reopen until around May 2021 for private and vulnerable groups, with more generic groups visiting July onwards.

The outdoor education industry across the country and indeed the world has been hugely affected by the pandemic and subsequent lockdowns leading to the closure of all centres to groups. This has had an unprecedented negative impact on young people's physical and mental health and the closure of schools, leisure facilities, youth clubs, sports club, outdoor adventure, residential centres, restrictions on social gatherings and travel has left young people confined to their home or their local community, and their personal development inhibited and suppressed. Opportunities for them to express themselves, to develop socially, personally and engage in new experiences and challenge themselves was stripped away and continued until restrictions were lifted. Therefore, it was vital that centres such as Ormside Mill were able to sustain an existence throughout the pandemic ready to cater for the needs of young people as restrictions were lifted and provide that break from confinement with new opportunities and exhilarating experiences young people could participate in safely with their peers.

We have joined forces with similar outdoor education centres across the country in writing an open letter to the Prime Minister Boris Johnson and campaigning to local MP's in the hope that they would recognise the importance of outdoor education in young people's positive personal development and support the sector get back on its feet so we could restart providing essential learning experiences for young people.

We are very optimistic for the future and are determined to get through this challenging period and have used the lockdown period to carry out the essential repair work, small improvements around the grounds, and review all our working practices in readiness for when we re-open.

A new groundsman John Bywater was appointed in June 2020 to keep up with maintenance and gardening jobs as the summer crept in. A local resident Caroline Taylor offered voluntary support with gardening and helped with cleaning the Mill as we prepared to re-open in May this year prior to appointing a new housekeeper.

The Paddock Bridge has been completely rebuilt, set on two huge stone pillars, raised a further 2 feet, with new treads and steps either side. The new height will ensure it is out of harm's way and the stone pillars either side will provide a more solid base.

The boardwalk has been removed and the area levelled and reseeded, and the Millrace built up on both sides. The grass is taking hold, but will take a little more time to fully establish.

The paddock entrance has had a new concrete base laid which is a vast improvement on the previous base and will fair up to floodwater far better than gravel. This is also far better for vehicles entering the paddock and provides additional hard standing for parking.

The refuse and recycling area has been dug up and a concrete based laid and we had a collection of recycling and wheelie bins donated by Glasdon Group Ltd to provide far better protection from vermin and keep refuse safe and tidy.

We have installed CCTV around the building, which came at the right time with the buildings and grounds being unoccupied for much to the time.

Additional emergency lights have been installed throughout the Mill and Barn providing improved lighting at night, and additional storage solutions of shelving units and boxes have been installed in the office store to provide far better storage of bedding and resources that cannot be stored elsewhere.

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The installation of a new infrared heater, dehumidifier and timer switch in the drying room allows for a far more effective drying room that operates far more efficiently.

A few leaks in the Mill roof were identified in the autumn period and subsequently had some roof repairs carried out, but in doing so the builders have identified a full section of roof that is unfortunately beyond repair so may need completely renewing. A temporary fix was implemented but this yet again puts us in a position where we have limited funds coming in, but have essential work that needs undertaking. Our first estimate has come in at just over £20,000, but with such a huge sum involved, we are in the process of undertaking an independent building survey to establish the full extent of work that may require undertaking.

The classroom roof has several leaks that cannot be rectified and has been the case over several years and despite best efforts and several different roofers the leaks prevail. This is an ongoing issue and the answer may lie in a full reroofing of that section.

Again to save on energy bills we have installed LED lighting to around 90% of the property with many lights being fitted with PIRs to avoid lights being left on.

Several funding applications were successful to cover the costs of flood damage repairs, grounds development and centre improvements, CCTV, roof repairs, general maintenance, housekeeping essentials new bedding etc, PPE activity kit, tools and equipment, LED lighting.

It is inevitable that such an old country stone building, built circa 1760 will no doubt require ongoing upkeep and repairs and subsequently we will need to continue to generate revenue where we can and raise funds to carry out such repairs.

As such we are sincerely grateful to the trustees of Russell Haldane Trust, Bain Charitable Trust, Sport England, Garfield Weston without whose generosity we would not have been able to carry out the essential work we have and hope you will continue to support our work.

Sport England Flood Grant	£491
Russell Haldane Charitable Trust	£10,000
Sport England	£7,125
Bain Charitable Trust	£5,000
Garfield Weston	£15,000

Ormside Mill trustees are extremely grateful to our supporters and funders for their generous contribution to our centre.

Funding cuts continue to pose financial and resource challenges which continue to affect the voluntary sector groups who struggle to raise the subsidised fees required to book the centre, therefore the increase in income from external groups allows Ormside to continue to provide subsidised activity to member groups and disadvantaged young people.

Following devastating floods in February which left substantial damage to the paddock, bridge and pond area we were hit by lockdown leaving little hope in generating income to fund repairs. Nevertheless, ardent funding applications have enabled us to rebuild the bridge far stronger than previously.

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Flood Damage Pictures Before & After

Loose gravel continually churned up by floodwater scattering gravel all over the paddock. Now a solid concrete base provides easier clean up and improved access to the Paddock for vehicles



The Paddock Bridge
BEFORE flooding

Below AFTER & NOW



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RECYCLING AREA – BEFORE

Full of gravel and difficult to manage and clean up after floods.



AFTER –

Much clearer and easier to keep clean and clear, improved storage area.



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What's on offer at Ormside Mill

The Mill offers 19 beds (1 Double) across 7 bedrooms + 2 pop up beds.

A large lounge, dining area and a well-equipped large catering kitchen enable ample space for large self-catering groups to enjoy a break in the Eden Valley.

A full range of Adventurous Activities are available to all visiting groups or you can simply self-programme.



With a fleet of 6 Canadian Canoes that can be rafted together if required, we can cater for a group of 18 canoeing in various locations and conditions across Cumbria. Bespoke expeditions are also available. Canoeing can be a half-day activity on a local river or a full day journey with islands stops and cliff jumping in the lake district.

The sit-on-top kayaks are enjoyed by every group who access this activity. These are much easier than the standard kayak, less likely to capsize, remove the fear of kayaking and much more fun.

Being able to use the kayaks just 10 minutes from the centre is a great plus. These are also a great offer for day visits for groups.



Ghyll Scrambling proves to be a very popular activity at Ormside Mill. With several venues on offer depending on the age and ability of the group.

We have used Stenkrith Park, Church Beck and Stoney Croft Ghyll throughout the year.

The addition of salopettes help protect wetsuits and prolong their lifespan.

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Hiking up mountains is the purest adventure activity we offer. Throughout the year, young people summited Blencathra, Murton Pike, High Cup Nick, Scafell Pike, Helvellyn, Nine Standards Rigg & Wild Boar Fell.



Mining is a great addition to our provision. Mining offers a weatherproof activity and an alternative to Caving.

The history and geology available inside the mines makes it very popular with school groups. Currently suspended due to ongoing mine inspections.

Caving has proven to be the height of adventure. In early 2019, we started offering day trips for affiliated clubs, and caving in Yorkshire Dales proved to be a great success.

The purchase of new caving suits and kneepads in 2019 has improved the enjoyment of caving.



Abseiling is a great activity to fill half a day and easily combined with other activities to make a full day.

We offer three locations for abseiling, and have introduced a new venue in Borrowdale Valley, which is a great addition to a canoe trip or mountain hike.

Climbing is an attractive challenge for young people and Windmore End presents that challenge and is an excellent crag for climbing. At just 20 minutes from the centre, it is ideally located.

In addition, we have a venue in Borrowdale Valley, which we access alongside other activities.



ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

TRUSTEES ANNUAL REPORT (INCLUDING DIRECTORS REPORT AS REQUIRED BY COMPANY LAW)

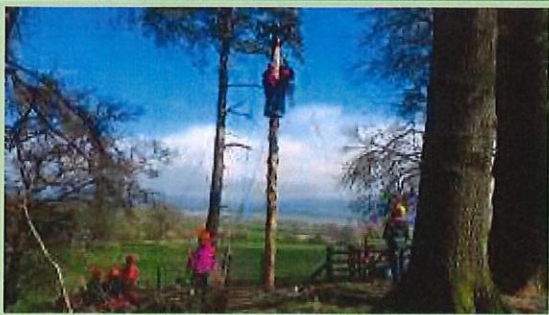
YEAR ENDED 31 MARCH 2021



Archery is enjoyed by all groups who visit the centre and can be carried out on the paddock or in adverse weather can be delivered in the barn.

Investing in an Archery Shelter in the Paddock will enable outdoor Archery in bad weather and a more portable archery set would be even more useful to groups.

The development of our problem solving and team building guide provides a vast range of team games and challenges that can be provided with or without an instructor. The organisation of the team games store cupboard allows groups leaders to run their own on-site programme of team building activities.

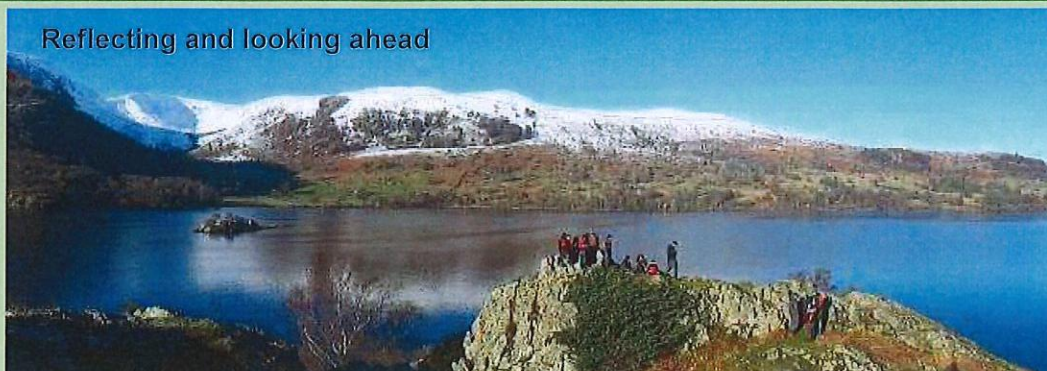


The tree climbs and high all aboard are an excellent offer of onsite activities. Groups who have a short visit are able to challenge themselves on the 4 different routes. This activity enables young people to overcome fears and put their trust in one another.

Visits from external 'non-affiliated' groups continue to support the sustainability of Ormside Mill. Schools and Colleges, youth clubs, sports clubs and community projects from across the North West, North East and further afield planned to visit in 2020/21 only to have their bookings cancelled, nevertheless their continued visits to us each year, brings in much needed revenue to help provide subsidised visits to our member clubs.

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YEAR ENDED 31 MARCH 2021

Reflecting and looking ahead



2020-21 was an extremely challenging year for everyone and Ormside Mill was no exception. Fortunately, we escaped any damaging floods in the autumn winter of 2020/21, but the continued coronavirus lockdown led to a slow start with several bookings having to be cancelled up to June 2021. Nevertheless, the summer has proved very busy with a packed bookings diary with many external private groups helping to generate much needed income for the Mill.

Youth Groups have started to visit toward the end of the summer holiday and continue into the autumn with several bookings already in the diary.

On-going maintenance and repairs is essential for such an old building:

- The roof in the Mill still needs attention as does the roof over the classroom
- The barn needs quite a bit of pointing as does the Mill in several areas
- The Log Burning Stove in the lounge has been decommissioned and needs replacing along with a flue liner and other repairs to the chimney stack in order to meet current building regulations and needs to be Defra approved.
- The Fire Alarm is around 15 years old and is in desperate need of replacement.
- The Kitchen, although highly functional could do with an overhaul as it is becoming tired and worn.

Flooding from time to time is inevitable, nevertheless we are continually looking at damage limitation and how we can improve our flood defences, to reduce damage, clean up time and energy and safeguard our equipment and resources.

All this and more requires funding that we don't presently have, so we continue in our efforts to raise funds from external groups when youth groups are not booked in, from corporate engagement and from external charitable trusts and foundations.

We will continue to seek funding to provide residential and adventurous activities for disadvantaged young people attending clubs in the most deprived communities whose club do not have the funds to visit Ormside Mill or the capability of seeking funds for themselves.

We have had four new individuals join us in the year with a view to being elected as Trustees;

- Helen Robinson and Emma O'Reilly are two trustee representatives from Manchester (GMTR)
- Craig Cartledge - Chair of Radcliffe Girls & Boys Club
- Keith Gillies - Chair of Bowland Mountain Rescue and previous long-standing chair of the Anderton Centre in Chorley.

We welcome them all and hope they bring with them the knowledge, skills and experience to support Ormside Mill develop even further.

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YEAR ENDED 31 MARCH 2021

The importance of providing residential and learning experiences, especially to disadvantaged young people, remains a high priority for the Ormside Mill board of directors and the need to increase revenue will create a way to allow this.

Thanks

We are pleased to acknowledge the efforts of the Ormside Mill staff team which has resulted in the continued delivery of a high quality service and programme despite a difficult year.

We remain most grateful for the many individuals and organisations who supported the work of the Mill throughout the year, either through financial support, donations of resources or 'in kind' contributions. A special mention is appropriate for The Russell Haldane Trust, Bain Charitable Trust, Sport England, Garfield Weston who have supported us this last year.



Financial Review

The detailed Financial Statements are set out on pages 17 onwards.

	Year End: 31 March	2021	2020	2019
Aggregate expenditure for the year was		£64,663	£101,273	£106,237
compared with total income of		£80,778	£83,332	£118,062
resulted in a surplus (deficit) of		£16,115	(£17,941)	£11,825
whilst net working capital increased to		£55,470	£19,219	£16,873

Reserves Policy

The Trustees have considered the need to establish appropriate reserves to resource the operations of the charity. The charity is reliant on the support of funding bodies and other charities to maintain its activities and services to young people and grants received are typically for a limited period or for a restricted purpose.

In light of the rural and isolated location of the premises, the Trustees recognise that unpredictable circumstances may from time to time arise resulting in possible loss of income and increased costs. Reserves are needed to bridge gaps and shortfalls in funding, to meet the cost of emergency repairs and to sustain operations over periods when activities may be curtailed or restricted.



The free reserves at 31st March 2021 were £55,470 (2020: £19,219) after the deduction of fixed assets and addition of long-term funding on the property. The Trustees are pleased with the improvement to free reserves during the year but acknowledge that further reserves are required to safeguard the charity from any future exceptional expenditure.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

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YEAR ENDED 31 MARCH 2021

Responsibilities of the Trustees

The Trustees (who are also the directors of Ormside Mill Residential Centre Ltd for the purposes of company law) are responsible for preparing the Trustees Annual Report and the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards.

Company law requires the Trustees to prepare Financial Statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources of the charitable company for that period. In preparing these Financial Statements the Trustees are required to:

- select suitable accounting policies and then apply them consistently
- observe the methods and principles in the Charities SORP
- make judgements and estimates that are reasonable and prudent
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the Financial Statements
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the Financial Statements comply with the Companies Act 2006. 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.

Independent Examiner

A proposal to reappoint G Howse BSc, FMAAT as independent examiner for the ensuing year will be put before the Annual General Meeting.

Signed on behalf of the Trustees



Nick Eckersley
Trustee & Vice-Chair

1 December 2021

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ORMSIDE MILL RESIDENTIAL CENTRE LIMITED

YEAR ENDED 31 MARCH 2021

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 March 2021 which are set out on pages 17 to 28.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



G Howse Bsc FMAAT
CWR Chartered Accountants
20 Mannin Way
Lancaster Business Park
Caton Road
Lancaster
LA1 3SW

8 December 2021

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME & EXPENDITURE ACCOUNT)
YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Income from:					
Donations and legacies	3	36,603	22,616	59,219	19,500
Charitable activities	4	6,375	-	6,375	20,433
Trading activities	5	6,359	-	6,359	43,318
Investments	6	-	-	-	31
Other	7	8,825	-	8,825	50
Total income		58,162	22,616	80,778	83,332
Expenditure on:					
Raising funds	5	10,308	15,981	26,289	38,593
Charitable activities	8	31,739	6,635	38,374	62,680
Total expenditure		42,047	22,616	64,663	101,273
Net income/(expenditure)		16,115	-	16,115	(17,941)
Transfers between funds				-	-
Net movement in funds		16,115	-	16,115	(17,941)
Reconciliation of funds					
Total funds brought forward		147,619	-	147,619	165,560
Total funds carried forward		163,734	-	163,734	147,619

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

All of the above amounts relate to continuing activities.

The Statement of Financial Activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The notes on pages 19 to 28 form part of these financial statements.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET

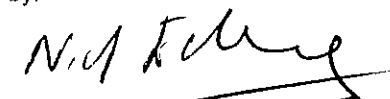
AS AT 31 MARCH 2021

	Notes	2021	2020
		£	£
Fixed assets			
Tangible assets	12	323,264	343,400
		<u>323,264</u>	<u>343,400</u>
Current assets			
Debtors	13	2,730	3,072
Cash at bank and in hand		68,060	39,098
		<u>70,790</u>	<u>42,170</u>
Creditors: amounts falling due within one year	14	(15,320)	(22,951)
		<u>55,470</u>	<u>19,219</u>
Net current assets			
		<u>378,734</u>	<u>362,619</u>
Total assets less current liabilities			
Creditors: amounts falling due in greater than one year	15	(215,000)	(215,000)
		<u>163,734</u>	<u>147,619</u>
Total net assets			
		<u>163,734</u>	<u>147,619</u>
Capital and reserves:			
Restricted income funds	16	-	-
Unrestricted income funds	16	163,734	147,619
		<u>163,734</u>	<u>147,619</u>
Total funds			
		<u>163,734</u>	<u>147,619</u>

The financial statements have been prepared in accordance with the provisions for small companies', subject to the small company's regime, and in accordance with FRS102 SORP. For the year ended 31 March 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The Trustees have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and the trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of the accounts.

These accounts were approved by the Board and authorised for issue on 1 December 2021 and are signed on their behalf by:



N Eckersley
Trustee

Company Registration Number: 03685038

The notes on pages 17 to 28 form part of these financial statements.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

1 Accounting policies

Legal form

The charity constitutes a limited company, limited by guarantee as defined by the Companies Act 2006, incorporated in England and Wales. The address of the charity, the nature of its operations and its principal activities are all detailed in the Trustees' report and charity administrative details pages in these financial statements.

Basis of accounting

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with the accounting policies set out in the note to the accounts and comply with the charity's governing document, the Charities Act 2011 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).

The financial statements have been prepared on a going concern basis under the historical cost convention. The financial statements are prepared in sterling which is the function currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Going concern

During the year there has been an escalation of measures taken within society to combat the COVID-19 pandemic. Government-imposed restrictions have resulted in the Charity being unable to conduct its normal charitable activities during the year, and the Trustees have sought to generate income to sustain the Charity through this period of uncertainty and allow for a prompt return to normal upon the easing of restrictions in mid-late 2021. The Trustees consider the Charity to have sufficient working capital to see it through the coming months and at the time of approving the financial statements, have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the financial statements.

Income

Donations and grants are included in the statement of financial activities when the Charity is entitled and the amount can be measured with reasonable accuracy. Income from charitable activities and income from trading activities is recognised upon the relevant charitable service being provided and therefore the charity becomes entitled to such funds. Income received relating to future bookings is deferred until that date.

Where grant funding is received for the purchase of capital equipment, the income is recognised when the purchase of those items occurs, in accordance with the terms of the grants.

Government grant income received relates to support received during the COVID-19 pandemic including income under the Coronavirus Job Retention Scheme and support from local councils through short term grant funding. Income is recognised on receipt or entitlement.

Expenditure

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

1 Accounting policies (continued)

Support costs are incurred to directly support the objectives of the charity and are allocated to charitable activities expenditure and raising funds expenditure according to the estimated spread of such costs in any period.

Fixed assets

All fixed assets are recorded initially at cost.

Tangible fixed assets are depreciated on a straight-line basis over their estimated useful lives as follows:

Freehold land	-	not depreciated
Freehold property and improvements	-	2% straight line
Equipment, fixtures and fittings	-	15-25% straight line
Motor vehicles	-	25% straight line

Debtors and creditors

Debtors and creditors with no stated interest rate and receivable and payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Loans repayable in more than one year are disclosed as such on the basis that such loans were provided for the purpose of acquiring freehold property which is non-current. There is no planned repayment of such loan balances.

Cash and cash equivalents

Cash held by the charity comprises of cash held on call at banks and cash in hand.

Accumulated funds

Unrestricted funds are available for use at the discretion of the Trustees in the furtherance of the general activities of the charity.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor.

Financial instruments

The Charity 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 Charity's balance sheet when the Charity becomes party to contractual provisions of the instrument. Financial assets and liabilities are offset when there is a legally enforceable right to offset 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 are initially measured at transaction price including transaction costs, and are subsequently carried at amortised cost using the effective interest rate method. Financial assets classified as receivable within one year are not amortised. Financial assets are derecognised when contractual rights are settled.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

1 Accounting policies (continued)

Impairment of financial assets

Financial assets are assessed for impairment at each reporting date. Financial assets are impaired where there is evidence that the estimated future cash flows have been affected. If impaired, the impairment loss is recognised in the statement of comprehensive income.

Financial liabilities

Basic financial liabilities 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 receipts 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.

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

2 Judgements and key sources of estimation uncertainty

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors considered to be relevant. Actual results may differ from these estimates.

In the opinion of the Trustees there have been no significant judgements made in the process of applying the above accounting policies.

There have been no key assumptions concerning future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material misstatement of the carrying amount of assets and liabilities within the next financial year.

3 Income from donations and legacies

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Awards for All Residential Funding	-	-	-	9,500
Garfield Weston	15,000	-	15,000	10,000
Russell Haldane	-	10,000	10,000	-
Bain Charitable Trust	-	5,000	5,000	-
Sports England	-	7,616	7,616	-
Eden Council Covid Support	20,636	-	20,636	-
CJRS Support	967	-	967	-
	36,603	22,616	59,219	19,500

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

4 Income from charitable activities

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Accommodation charges	6,375	-	6,375	6,180
Activity fees and other charges	-	-	-	14,253
	6,375	-	6,375	20,433

The income derives wholly from the operation of Ormside Mill as a centre for providing young people with the opportunity to benefit from learning experiences.

5 Income from trading activities and associated costs of raising funds

Ormside Mill and the services of its Development Manager are made available on a commercial basis to suitable organisations at times when not required by members of LABGC and GMTR. Details are:

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Income from trading activities	6,359	-	6,359	43,318
Total income from trading activities	6,359	-	6,359	43,318

Expenditure on trading activities (Note 9)

Staff costs	-	791	791	14,067
Activity and servicing costs	-	820	820	1,690
Premises costs	-	11,279	11,279	8,675
Administration costs	3,462	582	4,044	3,462
Travel and motor costs	-	2,509	2,509	3,774
Depreciation	6,846	-	6,846	6,925
Total expenditure on trading activities	10,308	15,981	26,289	38,593
Net (loss)/profit	(3,949)	(15,981)	(19,930)	4,725

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

6 Investment income

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Bank interest	-	-	-	31
	-	-	-	31

7 Other income

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Other income	75	-	75	50
Insurance claim receipts	8,750	-	8,750	-
	8,825	-	8,825	50

8 Expenditure on charitable activities

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
<i>Operation of a residential centre:</i>				
Staff costs	-	1,536	1,536	27,308
Activity and servicing costs	-	820	820	1,690
Premises costs	7,000	4,279	11,279	8,675
Administration costs	7,851	-	7,851	6,621
Travel and motor costs	2,509	-	2,509	3,775
Depreciation	13,290	-	13,290	13,442
Other governance costs	1,089	-	1,089	1,169
9	31,739	6,635	38,374	62,680

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

9 Allocation of expenditure including support costs

Expenditure on:	Raising funds £	Charitable activities £	Total 2021 £	Total 2020 £
Staff costs	791	1,536	2,327	41,375
Activity and servicing costs	820	820	1,640	3,380
Premises costs	11,279	11,279	22,558	17,350
Administration and other costs	4,044	7,851	11,895	10,083
Travel and motor	2,509	2,509	5,018	7,549
Depreciation	6,846	13,290	20,136	20,367
Governance costs	-	1,089	1,089	1,169
	26,289	38,374	64,663	101,273

Support costs are allocated at the Trustees best estimate of where costs are incurred by the Charity.

10 Net income/(expenditure)

	2021 £	2020 £
Net income/(expenditure) is after charging:		
Independent examiner's remuneration	1,176	1,169

11 Staff emoluments and other staff costs

	Total 2021 £	Total 2020 £
Wages and salaries	2,327	27,210
Social security	-	-
Pension	-	-
Total payroll costs	2,327	27,210
Training	-	125
Freelance costs	-	14,040
	2,327	41,375

No employee earned £60,000 or more in the current or prior period. Key management personnel are considered to be the Trustees of the charity. No remuneration was paid to any Trustees in the current or prior period. Termination payments of £nil (2020: £1,575) were paid to employees in the period.

The average number of employees during the year was 1 (2020: 2).

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

12 Tangible fixed assets

	Freehold land and buildings £	Freehold property imp'ments £	Equipment fixtures & fittings £	Motor vehicles £	Total £
Cost					
At 1 April 2020	152,273	308,593	68,261	22,794	551,921
Additions	-	-	-	-	-
Disposals	-	-	(150)	-	(150)
At 31 March 2021	152,273	308,593	68,111	22,794	551,771
Depreciation					
At 1 April 2020	32,444	110,446	51,807	13,824	208,521
Charge for the year	1,544	6,168	6,954	5,470	20,136
Eliminated on disposals	-	-	(150)	-	(150)
At 31 March 2021	33,988	116,614	58,611	19,294	228,507
Net Book Value					
At 31 March 2021	118,285	191,979	9,500	3,500	323,264
At 31 March 2020	119,829	198,147	16,454	8,970	343,400

Included within freehold land and buildings is £75,000 (2020: £75,000) of non-depreciable land.

All assets are used for direct charitable purposes.

13 Debtors

	2021 £	2020 £
Debtors	200	1,250
Prepayments	2,530	1,822
	<u>2,730</u>	<u>3,072</u>

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

14 Creditors: amounts falling due within one year

	2021 £	2020 £
Deferred income	12,140	9,955
Trade creditors	2,060	9,976
Tax and social security	-	344
Accruals	1,120	2,676
	15,320	22,951

15 Creditors: amounts falling due after more than one year

	2021 £	2020 £
Loan - Lancashire Association of Boys and Girls Clubs (LABGC)	107,500	107,500
Loan - Boys and Girls Clubs of Greater Manchester (BGCGM)	107,500	107,500
	215,000	215,000

The Trustees have determined that the above balances should be presented as due in more than one year on the basis that these funds were provided for the purchase of freehold property included within fixed assets. There is no planned repayment of such loan balances.

16 Analysis of charitable funds: Current year

	At 1 April 2020 £	Income £	Expenditure £	Transfers £	At 31 March 2021 £
Restricted funds:					
Russell Haldane	-	10,000	(10,000)	-	-
Sport England	-	7,616	(7,616)	-	-
Bain Charitable Trust	-	5,000	(5,000)	-	-
Unrestricted funds:					
General funds	147,619	58,162	(42,047)	-	163,734
	147,619	80,778	(64,663)	-	163,734

All three restricted funds were received to support various building and repair work around the Mill and have been fully spent in the year.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

17 Analysis of charitable funds: Prior year

	At 1 April 2019 £	Income £	Expenditure £	Transfers £	At 31 March 2020 £
Restricted funds:					
Wolstencroft Trust	-	9,500	(9,500)	-	-
Bhim Ruia Foundation	-	10,000	(10,000)	-	-
Unrestricted funds:					
General funds	165,560	63,832	(81,773)	-	147,619
	165,560	83,332	(101,273)	-	147,619

18 Analysis of net assets between funds: Current year

	Unrestricted funds £	Restricted funds £	Total 2020 £
Fixed assets	323,264	-	323,264
Current assets	70,790	-	70,790
Current liabilities	(15,320)	-	(15,320)
Long term liabilities	(215,000)	-	(215,000)
	163,734	-	163,734

19 Analysis of net assets between funds: Prior year

	Unrestricted funds £	Restricted funds £	Total 2019 £
Fixed assets	343,400	-	343,400
Current assets	42,170	-	42,170
Current liabilities	(22,951)	-	(22,951)
Long term liabilities	(215,000)	-	(215,000)
	147,619	-	147,619

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

20 Related party transactions

The charity has purchased Charity Trustees Indemnity Insurance at a cost of £400 (2020: £400).

One Trustee was reimbursed a total of £3,878 (2020: £164) for travel expenses and other costs incurred on behalf of the charity. A balance of £963 (2020: £nil) is owing to the Trustee at the year end.

The charity is under the control of trustees of both Lancashire Association of Boys and Girls Clubs (LABGC) and Greater Manchester Trust for Recreation (GMTR). The charity paid management fees of £11,000 (2020: £8,750) to LABGC during the period. Total income received from LABGC was £200 (2020: £250) and income received from GMTR was £nil (2020: £nil).

At the balance sheet date, a long-term loan of £107,500 (2020: £107,500) was due to LABGC and a further £107,500 (2020: £107,500) was due to GMTR. Hammarbank Trust also holds a charge over the Ormside property as security for a loan of £50,000 made to LABGC to facilitate the loan to Ormside Mill to purchase the property.

The charity has no other disclosable related party transactions in the current or prior period.

21 Controlling party

The company is controlled by its members in general meetings in accordance with the Memorandum and Articles of Association. No member is entitled to more than one vote.

22 Company limited by guarantee

Every member guarantees, in the event of the charitable company being wound up, while he, she or it remains a member, or within 12 months of he, she or it ceasing to be a member, to contribute £1 towards the cost of dissolution and the liabilities incurred by the charity while the contributor was a member.