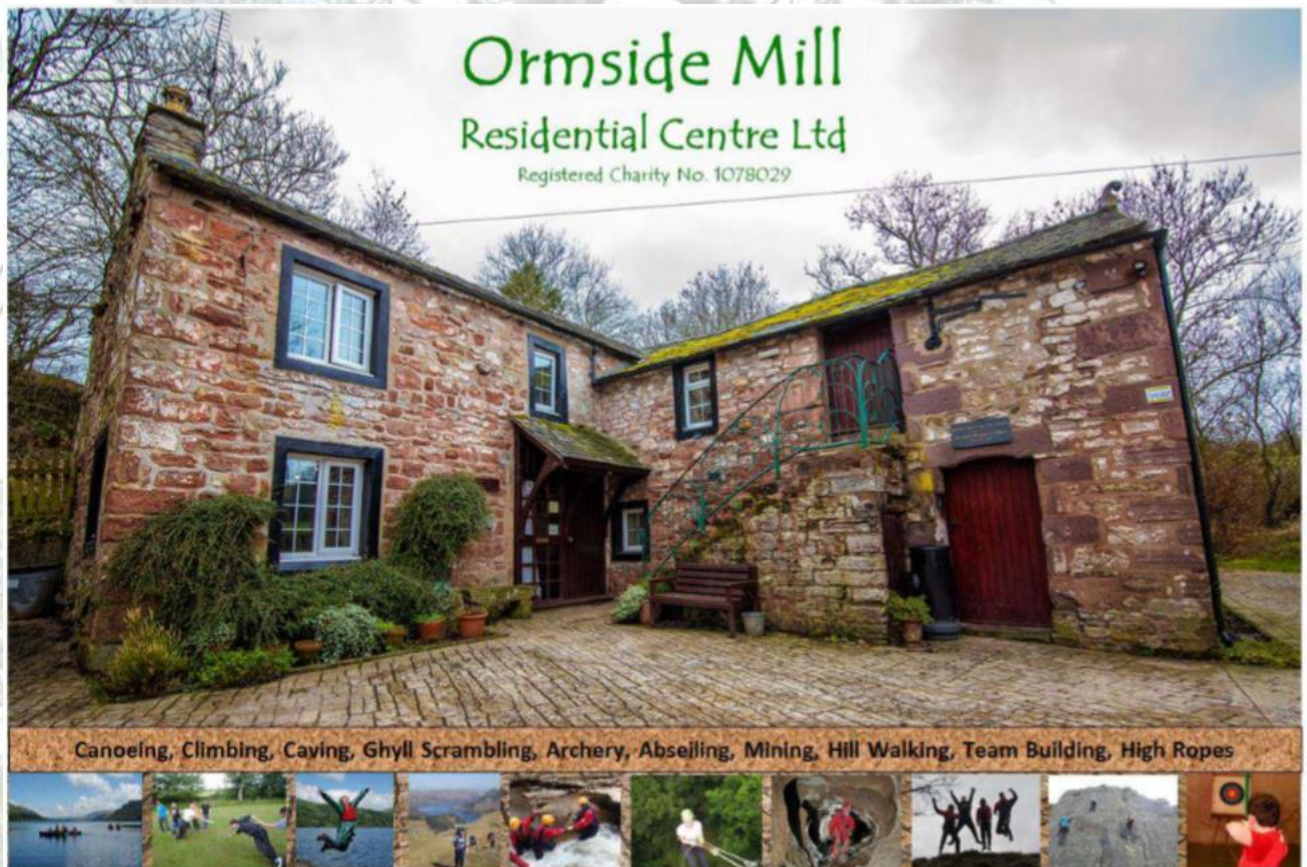


Company Registration Number 03685038

Charity Registration Number 1078029

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED
COMPANY LIMITED BY GUARANTEE
ANNUAL REPORT & FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2023



ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

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ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)
CHARITY INFORMATION

YEAR ENDED 31 MARCH 2023

Status: Ormside Mill Residential Centre Limited was formed in 1998 and is registered with the Charities Commission Number 1078029.

Charity Number	1078029
Company Registration Number	03685038
Principal Address	Ormside Mill Residential Centre 2 Mill Lane, Appleby-in-Westmoreland Cumbria. CA16 6EJ
Registered Office	Lancashire Boys & Girls Clubs 1 Meeting House Lane, Lancaster. LA1 1TQ
Trustees	Keith Gillies (Chair) Nick Eckersley (Vice Chair) Jack Steer (Treasurer) Craig Cartledge Helen Robinson Emma O'Reilly Karen Wilson
Secretary	Adrian French
Bankers	HSBC Bank Plc 35 Market Street, Lancaster. LA1 1JQ
Independent Examiner	G Howse BSC, FMAAT, CWR Accountants Lancaster Business Park, 20 Mannin Way, 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 2023

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 2023.

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

Reference and administrative details are shown in the schedule of charity information on page 2 of the annual report.

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

Keith Gillies (Chair)	(Director)
Nick Eckersley (Vice Chair)	("B" Director)
Jack Steer (Treasurer)	("B" Director)
Adrian French (Secretary)	("B" Director)
Craig Cartledge	(Director)
Helen Robinson	("A" Director)
Emma O'Reilly	("A" Director)
Karen Wilson	("A" Director)

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

Public Benefit

The Trustees have complied with their duty to have due regard to the guidance on public benefit.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

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

YEAR ENDED 31 MARCH 2023

Specific Restrictions on the 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 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 company's principal objects, as set out in the Memorandum of Association 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 company 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 to policies adopted by the company in order to further its objects.

Connected Charities

The company is connected with the Lancashire Association of Boys and Girls Clubs and the Greater Manchester Trust for Recreation.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)
TRUSTEES ANNUAL REPORT (INCLUDING DIRECTORS REPORT AS REQUIRED BY COMPANY LAW)
YEAR ENDED 31 MARCH 2023

The Mill

A former 18th century water mill, Ormside Mill opened in 1999 as an **activity and residential centre for young people**. A joint venture between the **Lancashire** (LABGC) and **Manchester** (BGCGM) Boys & Girls Clubs, the centre was established as a **registered charity** to serve the needs of their member clubs and young people, especially those considered **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 19-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**. Directly managed by LABGC. The team consists of a part time centre manager, housekeeper, groundsman and a team of self-employed freelance instructors who ensure a **cost-effective** operation, which is underpinned by a **personal and friendly service**.



Operations

Following a few very difficult years due to the pandemic, the booking calendar for 2022-23 saw the first full year without interruption in getting Ormside Mill back up to full operation.

The vast majority of our member clubs and youth groups were still struggling to make ends meet following the pandemic, which also left in its wake far fewer volunteers and paid staff, and reduced funding for activity provision. The cost of living crisis also severely impacted on the operational costs of clubs, resulting in reduced delivery time and fewer young people in attendance.



The pandemic, subsequent lockdown, and the cost of living crisis had a devastating impact on young peoples' engagement in physical activity and their social engagement with peers, leading to many young people experiencing low self-esteem, mental health issues and voluntary social avoidance and isolation.

Never has it been more important to re-engage young people in new opportunities and exciting outdoor experiences in adventurous activities and residential opportunities to raise their self-esteem, develop their social skills and improve their mental health. Despite all the challenges faced, clubs started to return to the Mill with groups of young people.

The year saw

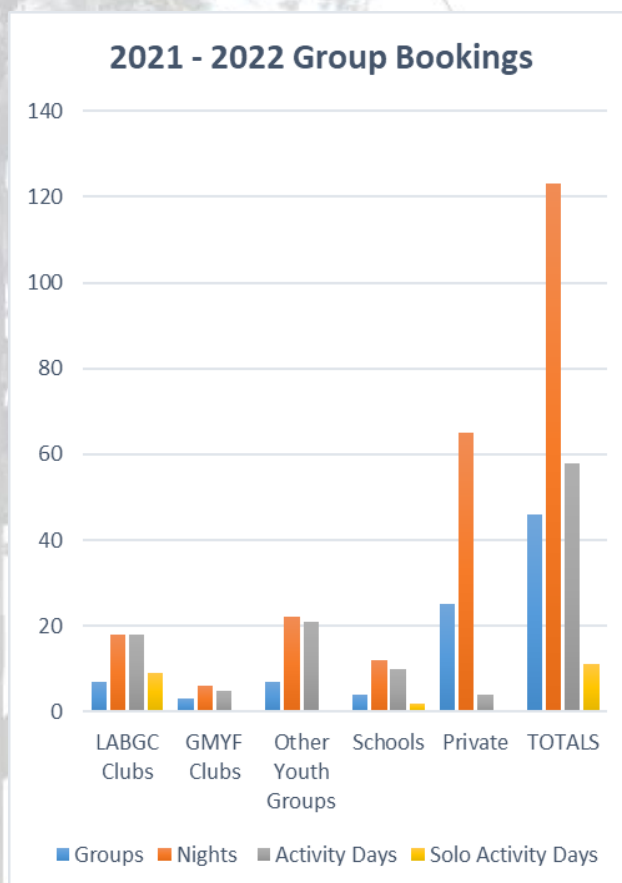
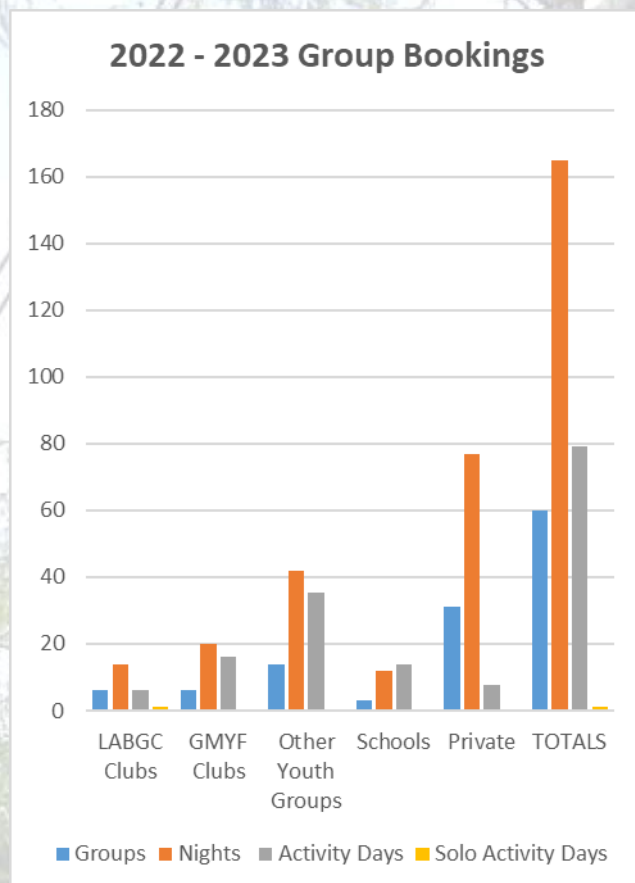
- 12 member clubs attending over 34 nights and engaging in 22 activity days
- 14 external youth groups over 40 nights and engaging in 35.5 activity days
- 3 schools over 12 nights and engaging in 14 activity days
- 360 young people benefitting from residential opportunity and adventurous activity
- 31 private groups over 79 nights and engaging in 7.5 activity days

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)
TRUSTEES ANNUAL REPORT (INCLUDING DIRECTORS REPORT AS REQUIRED BY COMPANY LAW)
YEAR ENDED 31 MARCH 2023

Tables showing group bookings breakdown comparative to the previous year.

	2022 - 2023					2021 - 2022			
	Groups	Nights	Activity Days	Solo Activity Days		Groups	Nights	Activity Days	Solo Activity Days
LABGC Clubs	6	14	6	1		7	18	18	9
GMYP Clubs	6	20	16	0		3	6	5	0
Other Youth Groups	14	42	35.5	0		7	22	21	0
Schools	3	12	14	0		4	12	10	2
Private	31	77	7.5	0		25	65	4	0
TOTALS	60	165	79	1		46	123	58	11

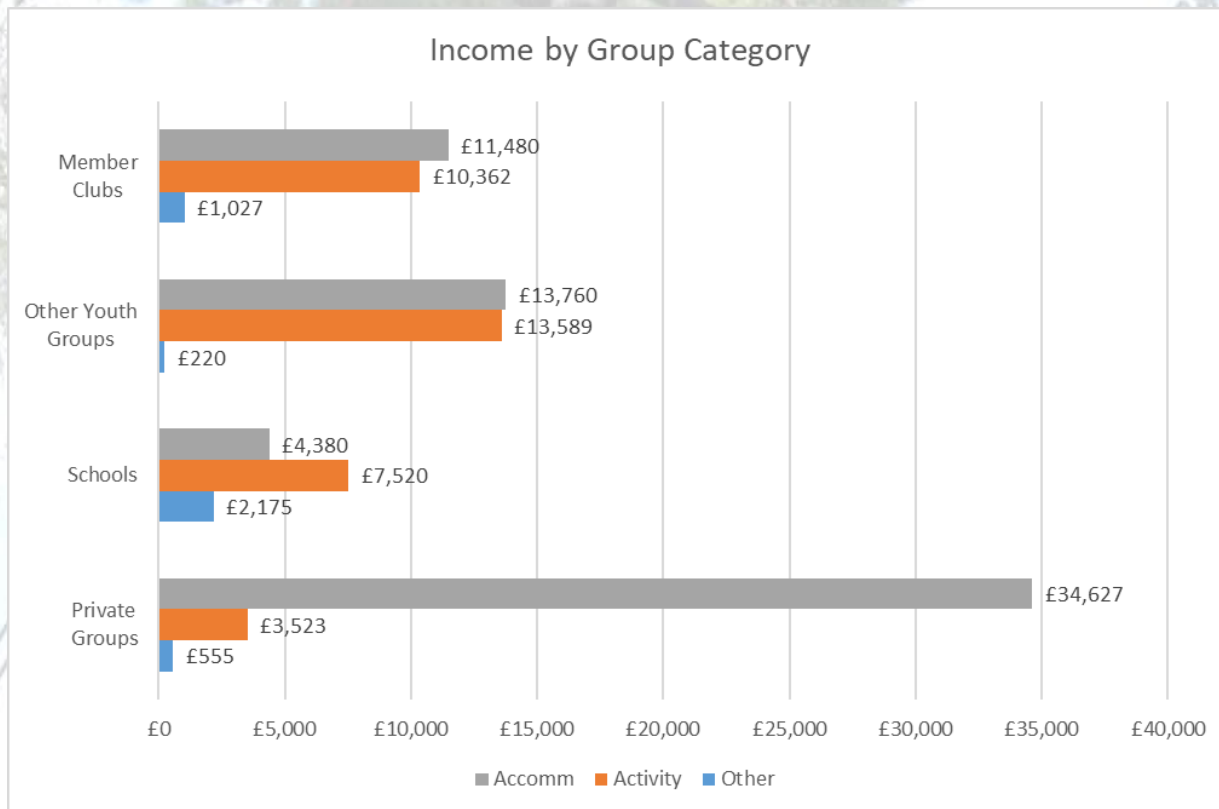
Solo activity days = activity days without accommodation.



Whilst member club bookings remained relatively similar to the previous year, we catered for twice as many external youth groups as in the previous year and saw a 20% increase in private bookings. Member clubs continue to struggle to remain financially sustainable, so although residential opportunities remain a vital part of youth provision in young peoples personal development, for many clubs, the cost of such is still out of reach. With this in mind we ensure we keep the cost for member clubs as low as possible, whilst increasing the cost to external groups, especially private groups, which allows us to provide further susidy to member clubs.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)
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Income from groups over the year



Whilst the income from private accommodation bookings is very welcome, we are mindful that we need to increase the usage of Ormside by our member clubs and other youth groups and reduce private bookings, however income from private bookings over the past few years has enabled Ormside Mill to become more financially stable.

There is no doubt from the figures above that adventurous activities are a key part of residential experiences for youth groups and schools. Adventurous activities allow young people the opportunity to push physical boundaries and exceed their perceived limitations often achieving things they never thought possible. This sense of achievement raises self-esteem, increases confidence and paves the way for greater challenges ahead.



ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)
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Delivery

The centre manager Innes Macdonald, supported by a housekeeper Sue Vaughan (appointed May 2022) and groundsman John Bywater, ensure the centre is kept in tip top condition and operates smoothly on a day to day basis. With activity management responsibility, Innes ensures all activities are delivered to a very high standard and all our PPE and equipment is kept in excellent condition to allow us to provide highly memorable, and in many cases life changing, experiences in a safe, controlled environment.

As with most industries the pandemic had a huge impact on training people in outdoor education and many qualified instructors left the sector to pursue other lines of work. This has left a great shortage of freelance instructors across the country. Despite this, Innes has recruited a small team of freelancers who have become committed to supporting and delivering activities for groups visiting Ormside Mill.

Minibus drivers are also dwindling each year and only a few of our instructors are able to drive our minibus and tow the canoe trailers. This can of course present logistical issues requiring a freelancer who can drive our minibus for groups that don't have their own bus.

Kit and equipment does not come cheap, but with the increase in income we were able to allocate just over £1,700 for the purchase of new and replacement kit and equipment.

Premises & Grounds

The Mill Roof was completed at the beginning of the year and we were very grateful to receive a grant from Garfield Weston in April toward the cost of this and other work on site.

The classroom roof is still in need of replacement and further funding will be sought to carry out this work.

Dining room furniture sees a lot of traffic and of course spillages and stains. This was recovered during the year making the seating look much better.

It is inevitable that such an old country stone building, built circa 1760 will require ongoing upkeep and repairs and subsequently we will need to continue to generate revenue where we can to raise funds and carry out such repairs.

Just over £2,500 was spent on building materials and supplies over the year to carry out a multitude of minor repairs.

Ormside Mill directors are sincerely grateful to the trustees of Garfield Weston without whose generosity we would not have been able to carry out the essential work on the roof and hope they will continue to support our work.

Earlier this year we appointed a seasonal part time gardener to ensure the garden areas are well maintained and to keep on top of the ever growing greenery around the grounds.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

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

YEAR ENDED 31 MARCH 2023

WHY WE EXIST

The Outdoor Education Advisors Panel (OEAP) National Guidance document [2.3a National Curriculum and Learning Outside the Classroom](#) is about the [National Curriculum in England](#).

Learning in the real world outside the classroom, including through outdoor learning, educational visits, residential experiences and adventure activities, is an effective way of meeting the demands of the National Curriculum, and of preparing young people for life beyond school.

Outdoor and adventurous activities, which provide first-hand real challenges, and residential experiences, are a powerful process for supporting personal and social development, character development and resilience, spiritual, moral and cultural development and physical and mental well-being, according to the Guidance.

“Learning Outside the Classroom can provide opportunities to develop and practise skills involving communication, collaboration, numeracy, leadership, creativity and innovation.”

WHATS 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 provide ample space for large self-catering groups to enjoy a break in the Eden Valley.

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

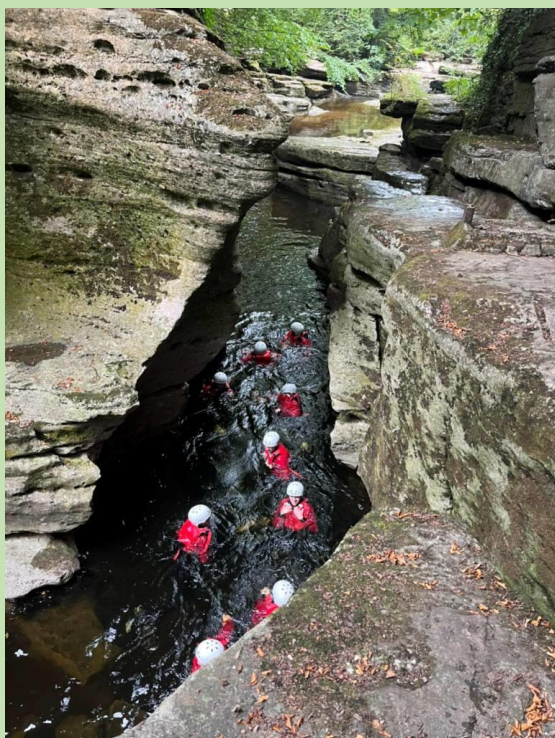


With a fleet of 6 Canadian Canoes that can be rafted together we can cater for a group of 18 canoeing in various locations and conditions across Cumbria.
With bespoke expeditions also available, canoeing can be a half-day activity on a local river or a full day journey with islands stops and cliff jumping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

The sit-on-top kayaks are enjoyed by many groups who attend Ormside. These are much easier than the standard kayak, less likely to capsize, remove the fear of kayaking and much more fun. Helping to develop balance, co-ordination and team work.
Being able to use the kayaks just 10 minutes from the centre is a great plus.



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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. Young People thrive in water activities and the initial shock of the cold water is soon overtaken by the thrill and excitement. Supporting each other through difficult sections and encouraging peers to face fears and cliff jump is priceless team work.

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. This experience is a massive contrast for many young people who live in dense housing communities and rarely have the opportunity to visit countryside let alone mountain ranges.



Caving has proven to be the height of adventure and the Yorkshire Dales provides some great opportunities to explore the depths of the earth. No matter what time of year or weather conditions caves usually stay a constant 8% centigrade. Walking through narrow passages, crawling and squeezing through tight spots, wading through cave water or entering vast caverns, every corner provides some awesome sights. Young people soon overcome their fear of the dark and have a trip back in time knowing the caves have developed over 1000's of years.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)
TRUSTEES ANNUAL REPORT (INCLUDING DIRECTORS REPORT AS REQUIRED BY COMPANY LAW)
YEAR ENDED 31 MARCH 2023



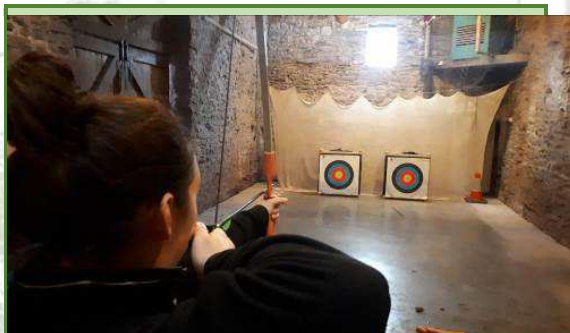
Abseiling is a great activity to fill half a day and easily combined with other activities to make a full day.

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. A fantastic opportunity for young people to face and overcome fears, encourage each other and develop trust. Your first Abseil is certainly one to remember.

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. Enabling young people to push themselves and exceed personal limitations.



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 could allow us to take on activities such as canoeing. Great in developing attention and hand to eye co-ordination and uncovering natural ability and skill.

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 availability of the team games store cupboard allows groups leaders to run their own on-site programme of team building activities. Great for team bonding developing a competitive attitude, communication, strategy and problem solving.



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YEAR ENDED 31 MARCH 2023



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 private groups generate much needed revenue to help provide subsidised visits for our member clubs and visits from external 'non-affiliated' groups continue to provide revenue 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 choose Ormside as their preferred venue from which to host their annual residentials. Several repeat bookings from youth groups, schools, colleges and private parties reinforce the fact that Ormside is a great place and loved by all who attend.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)
TRUSTEES ANNUAL REPORT (INCLUDING DIRECTORS REPORT AS REQUIRED BY COMPANY LAW)
YEAR ENDED 31 MARCH 2023

Reflecting and looking ahead



2022-23 was hopefully the start of things to come as bookings already taken for this year are looking to exceed last year's bookings.

BOOKING COMPARISON

	Full Year Bookings				Scheduled Bookings as of 1 st Aug 2023			
	2022 - 2023				2023 - 2024			
	Groups	Nights	Activity Days	Solo Activity Days	Groups	Nights	Activity Days	Solo Activity Days
LABGC Clubs	6	14	6	1	4	9	4	0
GMFY Clubs	6	20	16	0	13	34	44	0
Other Youth Groups	14	42	35.5	0	9	24	27	0
Schools	3	12	14	0	6	20	28	0
Private	31	77	7.5	0	17	37	5	1
TOTALS	60	165	79	1	49	124	108	1

INCOME

	Accommodation	Activity	Other	Totals
2022 – 23 Full Year Bookings Income	£64,247	£34,994	£3,977	£103,217
2023 – 24 Scheduled Bookings Income at 1st Aug 2023	£51,048	£40,800	£4,171	£96,019

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)
TRUSTEES ANNUAL REPORT (INCLUDING DIRECTORS REPORT AS REQUIRED BY COMPANY LAW)
YEAR ENDED 31 MARCH 2023

Bookings for the Mill are certainly on the rise from our target groups of young people. And feedback from visiting groups is very positive with young people having great experiences and producing lifelong memories. However, there is still work to be done.

We need to increase our offer to our member clubs and where possible reduce the price further especially during less busy times over the winter. We will need to invest around £3,000 on PPE kit and replacement equipment over the coming 12 months.

The inside of the Mill is looking great with new pictures on the walls and we are currently investing in new bedding, mattresses and soft furnishings around the centre to make the centre as cosy and welcoming as possible.

The picture frame at the end of the Paddock has been rebuilt to allow groups to take photos with the magnificent views in the background.

We have recently secured over £2,500 from Glasdon Charitable Group for the purchase of the new lawnmower to enable us to keep on top of the ever-growing paddock.

As mentioned previously, the Mill is old and needs constant 'TLC' with a never-ending list of jobs to be done and we constantly run the risk of flooding.

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.

The roof in the classroom still needs attention, as does the path around the back of the Mill, the barn needs pointing along with several areas of the Mill.

The Kitchen, although highly functional could do with an overhaul as it is becoming tired and worn.

The continued cost of living crisis is going to present many challenges over the autumn and winter months. Not only for ourselves, but for youth groups operating their clubs. This will of course have an impact on our energy and fuels costs and it will present another reason for groups not to attend Ormside, which would reduce the expected income from bookings.

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

We will continue to seek funding to provide heavily subsidised residentials and activities for disadvantaged young people in our member clubs, especially where those clubs do not have the funds to visit Ormside Mill or the capability of seeking funds for themselves. However, we are mindful, that the needs of our clubs lie not just in funding, but also in staff capacity, training and the ever-growing issue of access to transport. To this end, we will retain our ability to be able to offer transport to groups and support staffing costs where we can.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)
TRUSTEES ANNUAL REPORT (INCLUDING DIRECTORS REPORT AS REQUIRED BY COMPANY LAW)
YEAR ENDED 31 MARCH 2023

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 pave 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 which is improving year on 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 Garfield Weston who supported us during this financial year and The Glasdon Charitable Group who supported this year May 2023.

Financial Review

The detailed Financial Statements are set out on pages 18 onwards.

	Year End: March	2023	2022	2021
<i>Aggregate expenditure for the year was</i>		£91,139	£112,967	£64,663
<i>compared with total income of</i>		£129,308	£83,831	£80,778
<i>resulted in a surplus (deficit) of</i>		£38,169	(£29,136)	£16,115
<i>whilst net working capital increased to</i>		£89,704	£43,062	£55,470

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 2023 were £89,704 (2022 £42,062) after the deduction of fixed assets and addition of long-term funding on the property. The Trustees are pleased with the improvement in 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 2023

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



Keith Gillies

Trustee Chair

28 November 2023

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 2023

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 March 2023, which are set out on pages 18 to 30.

Responsibilities and basis of report

As the charity trustees of the company (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 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

Date 12/12/23

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2023**

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
Income from:					
Donations and legacies	3	-	25,000	25,000	12,775
Charitable activities	4	31,765	-	31,765	40,349
Trading activities	5	72,192	-	72,192	27,422
Other	6	351	-	351	3,285
Total income		104,308	25,000	129,308	83,831
Expenditure on:					
Raising funds	5	35,974	-	35,974	34,835
Charitable activities	7	55,165	-	55,165	78,132
Total expenditure		91,139	-	91,139	112,967
Net income/(expenditure)		13,169	25,000	38,169	(29,136)
Transfers between funds		25,000	(25,000)	-	-
Net movement in funds		38,169	-	38,169	(29,136)
Reconciliation of funds:					
Total funds brought forward		134,598	-	134,598	163,734
Total funds carried forward	12	172,767	-	172,767	134,598

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

All of the above 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 20 to 30 form part of these financial statements.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023	2022
		£	£
Fixed Assets			
Tangible assets	11	298,063	307,536
		298,063	307,536
Current Assets			
Debtors	12	3,609	5,150
Cash at bank and in hand		115,487	89,372
		119,096	94,522
Current Liabilities: amounts falling due within one year	13	(29,392)	(52,460)
Net Current Assets		89,704	42,062
Total assets less current liabilities		387,767	349,598
Current Liabilities: amounts falling due in greater than one year	14	(215,000)	(215,000)
Total net assets		172,767	134,598
Funds:			
Restricted income funds	15	-	-
Unrestricted income funds	15	172,767	134,598
		172,767	134,598

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 2023 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 28 November 2023 and are signed on their behalf by:



S K Gillies
Chair

Company Registration Number: 03685038

The notes on pages 20 to 30 form part of these financial statements.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2023

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

The Trustees' consider the Charity to have sufficient working capital to see it through a period of at least 12 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.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2023

1. Accounting Policies (continued)

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.

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.

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2023

1. Accounting Policies (continued)

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.

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.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2023

3 Income from donations and legacies

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
Donations received				
Garfield Weston	-	25,000	25,000	-
Eden Council Covid Support	-	-	-	8,775
The Clothworkers	-	-	-	4,000
	<u>-</u>	<u>25,000</u>	<u>25,000</u>	<u>12,775</u>

Income from donations and legacies included £4,000 from restricted funds and £8,775 from unrestricted funds in the prior period.

4 Income from charitable activities

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
Accommodation charges	12,455	-	12,455	29,220
Activity fees and other charges	19,310	-	19,310	11,129
	<u>31,765</u>	<u>-</u>	<u>31,765</u>	<u>40,349</u>

Income from charitable activities was entirely unrestricted in the comparative period. 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

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
Income from trading activities	72,192	-	72,192	27,422
	<u>72,192</u>	<u>-</u>	<u>72,192</u>	<u>27,422</u>
Total income from trading activities	72,192	-	72,192	27,422

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2023

5 Income from trading activities and associated costs of raising funds (continued)

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
Expenditure on trading activities (Note 8)				
Staff costs	6,695	-	6,695	3,017
Recharged costs	-	-	-	1,003
Activity and servicing costs	9,000	-	9,000	8,429
Premises costs	6,362	-	6,362	8,822
Administration costs	6,418	-	6,418	5,406
Travel and motor costs	3,766	-	3,766	2,810
Depreciation	3,733	-	3,733	5,348
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure on trading activities	35,974	-	35,974	34,835
	<hr/>	<hr/>	<hr/>	<hr/>
Net (loss)/profit	36,218	-	36,218	(7,413)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

All income from trading activity was unrestricted in the prior period.

6 Other income

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
Other income	300	-	300	3,285
Bank interest	51	-	51	-
	<hr/>	<hr/>	<hr/>	<hr/>
	351	-	351	3,285
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

All other income in the prior period was unrestricted.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2023

7 Expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
<i>Operation of a residential centre:</i>				
Staff costs	12,996	-	12,996	5,857
Recharged costs	-	-	-	1,948
Activity and servicing costs	9,001	-	9,001	8,429
Premises costs	8,687	-	8,687	37,337
Administration costs	12,459	-	12,459	10,494
Travel and motor costs	3,766	-	3,766	2,810
Depreciation	7,245	-	7,245	10,380
Other governance costs	1,011	-	1,011	877
	<hr/>	<hr/>	<hr/>	<hr/>
Note 8	55,165	-	55,165	78,132
	<hr/>	<hr/>	<hr/>	<hr/>

In the prior year, £74,132 of expenditure on charitable activities was unrestricted, while £4,000 of premises costs related to restricted expenditure.

8 Allocation of expenditure including support costs

	Raising Funds £	Charitable Activities £	2023 Total £	2022 Total £
Staff costs	6,695	12,996	19,691	8,874
Recharged costs	-	-	-	2,951
Activity and servicing costs	9,000	9,001	18,001	16,858
Premises costs	6,362	8,687	15,049	46,159
Administration costs	6,418	12,459	18,877	15,900
Travel and motor costs	3,766	3,766	7,532	5,620
Depreciation	3,733	7,245	10,978	15,728
Other governance costs	-	1,011	1,011	877
	<hr/>	<hr/>	<hr/>	<hr/>
	35,974	55,165	91,139	112,967
	<hr/>	<hr/>	<hr/>	<hr/>

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

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2023

9 Net income/(expenditure)

	2023	2022
	£	£
Net income/(expenditure) is after charging:		
Independent examiner's remuneration	996	877

10 Staff costs

	2023	2022
	Total	Total
	£	£
Wages and salaries	19,467	8,295
Social security	-	311
Pension	224	268
	19,691	8,874

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.

The average number of employees during the year was 2 (2022: 1).

11 Tangible fixed assets

	Freehold Land & Buildings £	Freehold Property Impr'ments £	Equipment Fixtures & Fittings £	Motor Vehicles £	Total £
Cost					
At 1 April 2022	152,273	308,593	68,111	22,794	551,771
Additions	-	-	1,505	-	1,505
Disposals	-	-	-	-	-
At 31 March 2023	152,273	308,593	69,616	22,794	553,276
Depreciation					
At 1 April 2022	35,532	122,782	63,627	22,294	244,235
Charge for the year	1,544	6,168	2,766	500	10,978
Eliminated on disposals	-	-	-	-	-
At 31 March 2023	37,076	128,950	66,393	22,794	255,213
Net book value					
At 31 March 2023	115,197	179,643	3,223	-	298,063
At 31 March 2022	116,741	185,811	4,484	500	307,536

Included within freehold land and buildings is £75,000 (2022: £75,000) of non-depreciable land

All assets are used for direct charitable purposes.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31 MARCH 2023**

12 Debtors

	2023	2022
	£	£
Debtors	1,833	2,995
Prepayments	1,776	2,155
	3,609	5,150

13 Creditors: amounts falling due within one year

	2023	2022
	£	£
Deferred income	22,136	34,101
Trade creditors	836	16,464
Accruals	6,420	1,895
	29,392	52,460

14 Creditors: amounts falling due in greater than one year

	2023	2022
	£	£
Loan - Lancashire Association of Boys & Girls Clubs (LABGC)	107,500	107,500
Loan - Greater Manchester Youth Federation (GMYF)	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.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2023

15 Analysis of charitable funds: Current year

	At 1 April 2022 £	Income £	Expenditure £	Transfers £	At 31 March 2023 £
Restricted funds:					
Garfield Weston	-	25,000	-	(25,000)	-
Unrestricted funds:					
General funds	134,598	104,308	(91,139)	25,000	172,767
	<u>134,598</u>	<u>129,308</u>	<u>(91,139)</u>	<u>-</u>	<u>172,767</u>
	<u><u>134,598</u></u>	<u><u>129,308</u></u>	<u><u>(91,139)</u></u>	<u><u>-</u></u>	<u><u>172,767</u></u>

The Garfield Weston grant was much needed funding to replace the roof at Ormside Mill and allow charitable activity to continue. The repair work was spent in the prior year before 31 March 2022 therefore a transfer to unrestricted reserves has been made to reflect the fact that this fund was fully spent.

16 Analysis of charitable funds: Prior year

	At 1 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
Restricted funds:					
The Clothworkers	-	4,000	(4,000)	-	-
Unrestricted funds:					
General funds	163,734	79,831	(108,967)	-	134,598
	<u>163,734</u>	<u>83,831</u>	<u>(112,967)</u>	<u>-</u>	<u>134,598</u>
	<u><u>163,734</u></u>	<u><u>83,831</u></u>	<u><u>(112,967)</u></u>	<u><u>-</u></u>	<u><u>134,598</u></u>

The Clothworkers restricted fund was received to support various building and repair work around the Mill and had been fully spent in the prior year.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2023

17 Analysis of net assets by funds: Current year

	Unrestricted Funds £	Restricted Funds £	Total £
Fund balances at 31 March 2023:			
Fixed assets	298,063	-	298,063
Current assets	119,096	-	119,096
Current liabilities	(29,392)	-	(29,392)
Long term liabilities	(215,000)	-	(215,000)
	<u>172,767</u>	<u>-</u>	<u>172,767</u>

18 Analysis of net assets by funds: Prior year

	Unrestricted Funds £	Restricted Funds £	Total £
Fund balances at 31 March 2022:			
Fixed assets	307,536	-	307,536
Current assets	94,522	-	94,522
Current liabilities	(52,460)	-	(52,460)
Long term liabilities	(215,000)	-	(215,000)
	<u>134,598</u>	<u>-</u>	<u>134,598</u>

19 Related Party Transactions

The charity has purchased Charity Trustees Indemnity Insurance at a cost of £400 (2022: £400).

One Trustee was reimbursed a total of £109 (2022: £2,892) for travel expenses and other costs incurred on behalf of the charity. A balance of £nil (2022: £202) 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 Youth Federation (GMYF). The charity paid management fees of £17,500 (2022: £12,500) to LABGC during the period, and made other purchases of £180 (2022: £3,668). Total income received from LABGC was £1,192 (2022: £1,096) and income received from GMYF was £7,080 (2022: £945).

At the balance sheet date, a long-term loan of £107,500 (2022: £107,500) was due to LABGC and a further £107,500 (2022: £107,500) was due to GMYF. 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.

ORMSIDE MILL RESIDENTIAL CENTRE LIMITED (COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2023

20 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.

21 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.