

Charity registration number 1079955

Company registration number 03898088 (England and Wales)

**OCEAN YOUTH TRUST NORTH**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2023**

# OCEAN YOUTH TRUST NORTH

## LEGAL AND ADMINISTRATIVE INFORMATION

---

<b>Trustees</b>	Professor P. Strike (Chairman) Mr D.A. Brown Mrs A.M. Hayes Mr D.R. Graham Mr N. Horne
<b>Secretary</b>	Mr J.S. Lennon
<b>Charity number</b>	1079955
<b>Company number</b>	03898088
<b>Registered office</b>	Greaves West & Ayre 17 Walkergate Berwick upon Tweed Northumberland TD15 1DJ
<b>Independent examiner</b>	Stuart Faed BSc (Hons) CA DipPFS 17 Walkergate Berwick-upon-Tweed Northumberland TD15 1DJ

# OCEAN YOUTH TRUST NORTH

## CONTENTS

---

	<b>Page</b>
Trustees' report	1 - 6
Independent examiner's report	7
Statement of financial activities	8 - 9
Balance sheet	10
Notes to the financial statements	11 - 19

---

# OCEAN YOUTH TRUST NORTH

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

### FOR THE YEAR ENDED 31 OCTOBER 2023

---

The trustees of Ocean Youth Trust North (the Charitable Company) present their report and accounts for the year ended 31 October 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charitable Company'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)" (effective 1 January 2019).

#### **Objectives and activities**

The Charitable Company takes young people away from their everyday routine and inspires them to make positive changes to their lives through 'Adventure under Sail'. It uses the traditional practices of seafaring as a tool for personal and social development. Young people thrive in the on-board environment where the familiar routine and close living means they develop trusting relationships with those around them and every aspect of a voyage promotes personal growth that they can take forward to their futures.

The Charitable Company is British based and focused principally on the East and West coasts of Northern England. It works in partnership with a wide variety of youth and educational organisations and is the sole regional provider of challenging, residential sailing expeditions which young people of all abilities and backgrounds can access locally.

The Charitable Company endeavors to achieve its objects, through the operation of the sailing vessel "James Cook" chartering other suitable vessels as appropriate. The vessel is manned by professionally qualified staff, assisted by experienced volunteers who receive appropriate training. A comprehensive Safety Management System, including child protection policies and procedures, is in place and is reviewed annually.

The Charitable Company is a Royal Yachting Association (RYA) Approved Sea School, a member of the Association of Sail Training Organisations (ASTO) and an approved activity provider for the Duke of Edinburgh Award.

While the focus is on those young people who are deprived or disadvantaged, participation is open to all young people, regardless of background, gender, ethnicity, or creed. Every effort is made to encourage and accommodate disabled access within the physical limits imposed by the vessel.

The Charitable Company does not receive statutory funding. Mainly relying on grants and donations, its work is partly self-funding through voyage fees which are kept as low as possible to allow a wide range of young people to be included.

#### **Public benefit**

In considering the operation, achievements and performance and finances of the Charitable Company, the trustees are satisfied that public benefit has been provided in accordance with the Charities Act 2011 and guidance provided by the Charity Commission.

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

# **OCEAN YOUTH TRUST NORTH**

## **TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 OCTOBER 2023**

---

### **Achievements and performance**

The Charitable Company gratefully received awards from the High Sheriffs of Tyne & Wear and Northumberland, in recognition of its work supporting young people across the regions, and a special award from The Sir James Reckitt Charity Centenary Fund, celebrating 100 years of giving. The latter allowed several groups of young people from Hull and East Riding area of Yorkshire to take part in the Sail Training International Tall Ships Races, during which they visited ports in the Netherlands, Norway and Shetland. They were presented with awards for Best in Crew Parade, Third in Class, Youngest Crew and a special Communications award for their effort while at sea, relaying messages from other ships in the daily round of comm's.

The young people, who had no previous experience, showed a great spirit for adventure and a willingness to work with others as part of a team. They joined as strangers but left as friends, standing taller and prouder having worked hard, shared experiences and built a lasting bond with fellow shipmates and others. We are grateful to the Trustees of the Charitable Company for their continued support.

Other clients included groups of scouts and sea scouts, refugees, looked after children and those leaving care, young carers, young people with hearing and visual impairment and those with special needs. Circa 50% of participants came from areas within the top 30% of the Index of Multiple Deprivation (IMD 1-3).

We were particularly pleased to welcome back pupils from our local Alternative Education Partnership (Pupil Referral Unit) in North Tyneside. The group, many of whom were anxious, vulnerable or suffered from Mental Health issues, find attendance at school extremely difficult. The group rose to the Challenge of the Sea and were engaged, taking responsibility for all aspects of sailing taking an offshore yacht at sea.

The Charitable Company operated with the invaluable assistance of 60 active volunteers and received 13 new volunteer applications during the period.

All voyages outstanding from the COVID period were completed during the season.

Ongoing refit and maintenance has remained a major draw on the Charitable Company's finances, however our yacht James Cook is much improved being in sound condition structurally with significant improvements made to enhance crew safety and wellbeing.

### **Grants and Donations**

During the year the Charitable Company was very fortunate to have received generous support from its longstanding funders and some new, which has put it in a position where it will be able to carry on its activities into 2025 and beyond. The trustees are grateful to those who continue to support our work for their uncompromising financial confidence.

The Equal Chance Appeal subsidises berths for young people who otherwise would not be able to afford to participate. To keep berth fees in general as low as possible the Charitable Company seeks grants and donations towards the operational costs of running voyages. The trustees gratefully acknowledge the support of all the sponsors and the contribution they make towards helping the Charitable Company achieve its Charitable Objects.

While the Charitable Company aims to benefit groups of young people of all abilities and backgrounds, from schools, colleges, youth clubs and local authorities, its charitable purpose favors groups working with deprived and disadvantaged young people. These young people, by their nature, benefit from the Charitable Company's services most but are the least able to pay, thus putting an increasing strain on the Charitable Company's finances.

Support is also sought for capital expenditure relating to maritime operations and general operating costs.

It is the Charitable Company's policy not to name individual donors in the annual report and accounts unless specifically requested to do so. The trustees herewith recognise and are grateful for all the support given to the Charitable Company to help it fulfil its charitable objects.

# **OCEAN YOUTH TRUST NORTH**

## **TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 OCTOBER 2023**

---

### **Financial review**

The Board is continually working for the maintenance of a sound financial position. Financial controls are in place asking for prompt detailed monthly accounts. Marketing and fundraising strategies are implemented, and the vessel "James Cook" is considered fit for purpose. Annual and five yearly certification inspections are undertaken.

Maintenance of our main asset, the yacht James Cook, continues to be a significant cost. The mid-life refit programme continues with work being undertaken at Fox's Boatyard. The aim of the programme being to meet current standards of safety and crew welfare and to extend the life of the vessel for a further 20 years. The work is partly funded by donations with the balance being met from reserves.

Restoring James Cook to active service following the COVID lay-off has necessitated considerable expenditure, well above normal annual outlay. The generous support of our sponsors and judicious use of reserves has made this work possible. The Charitable Company surplus for the period was £38,245 (2022: £31,023) which has led to an increase in the unrestricted fund balance.

### **Risk Review**

The trustees actively review, on a regular basis, the major risks faced by the Charitable Company, both "financial and operational" and procedures are established or updated to mitigate any potential consequences.

The Charitable Company holds comprehensive insurance cover and Safety Management is discussed at each trustees meeting.

### **Funds policy**

Restricted funds:

The balance on the restricted funds for 2023 is £180,893 (2022: £156,201). The restricted fund was set up for the purchase of the sailing vessel "James Cook" for use by the Charitable Company in fulfilling its primary objectives.

Unrestricted funds:

The balance on the unrestricted funds for 2023 is £121,721 (2022: £108,168).

These are used for the day to day running costs of the Charitable Company. The Board aims to build a reserve equivalent to the values of James Cook and Lene Sono plus one year's running costs of approximately £200,000.

# **OCEAN YOUTH TRUST NORTH**

## **TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 OCTOBER 2023**

---

### **Structure, governance and management**

The Charitable Company was incorporated on 22 December 1999. It is limited by guarantee and has no share capital. The Charitable Company registered as a charity on 22 March 2000 and resolved to change its name from Ocean Youth Trust (NE) on 20 June 2011 to Ocean Youth Trust North which more accurately reflects its wider geographical coverage.

Overall strategic control of the organisation is vested in the Board of Trustees who act in a non-executive capacity. The Board endeavours to meet approximately four times each year with other meetings held to address matters arising. Several new trustees joined the Board in 2022, and each has made a significant and valuable contribution to the work of the Charitable Company.

The Board of Directors, who also meet approximately four times a year, are responsible for overseeing the implementation of the policies set by the trustees.

The members of the Board have experience of management in a range of disciplines and businesses and are committed to the requirements of effective governance and responsibilities for a charity, especially toward the young people who benefit from the Charitable Company's activities. New appointments were made to the Board with two retiring trustees remaining as patrons.

All trustees are given explanations of their role and new trustees are mentored by existing trustees. Where considered appropriate trustees are given additional training.

No trustee has any beneficial interest in the Charitable Company. All trustees are members of the Charitable Company and agree to contribute £1 in the event of a winding up.

# **OCEAN YOUTH TRUST NORTH**

## **TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 OCTOBER 2023**

---

The trustees, who are also directors, who either served during the year or were appointed in the period following the year end up to the date of signing this report were:

Mr P.C.M. Lewis	(Resigned 9 August 2023)
Professor P. Strike (Chairman)	
Mr D.A. Brown	
Mrs A.M. Hayes	
Mr D.R. Graham	
Mr N. Horne	

Mr J.S Lennon is a director, but not a trustee.

Overall strategic control of the organisation is vested in the Board of Trustees who act in a non-executive capacity. The Board endeavours to meet approximately four times each year with other meetings held to address particular matters arising.

The Board of Directors, who also meet approximately four times a year, are responsible for overseeing the implementation of the policies set by the trustees.

The members of the Board have experience of management in a range of disciplines and businesses and are committed to the requirements of effective governance and responsibilities for a charity especially toward the young people who benefit from the Charitable Company's activities.

All trustees are given explanations of their role and new trustees are mentored by existing trustees. Where considered appropriate trustees are given additional training.

None of the trustees has any beneficial interest in the Charitable Company. All of the trustees are members of the Charitable Company and agree to contribute £1 in the event of a winding up.

Sailing vessels used by the Charitable Company are manned by volunteers under the supervision of professional skippers and mates.

The Charitable Company is a Royal Yachting Association (RYA) Approved Sea School and is a member of the Association of Sail Training Organisations (ASTO).

A comprehensive Safety Management System, including child protection policies and procedures, is in place and is reviewed annually.



# OCEAN YOUTH TRUST NORTH

## TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 OCTOBER 2023

---

### Statement of trustees' responsibilities

The trustees, who are also the directors of Ocean Youth Trust North for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare accounts 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, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, 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 accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Charitable Company will continue in operation.

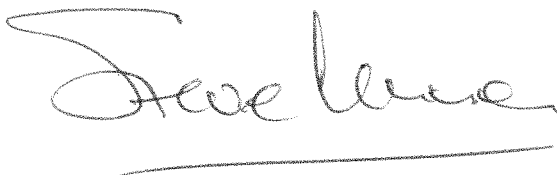
The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Charitable Company and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charitable Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

**Mr J.S. Lennon**

Secretary

Dated: 12 July 2024



# OCEAN YOUTH TRUST NORTH

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF OCEAN YOUTH TRUST NORTH

---

I report to the trustees on my examination of the financial statements of Ocean Youth Trust North (the Charitable Company) for the year ended 31 October 2023.

#### **Responsibilities and basis of report**

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

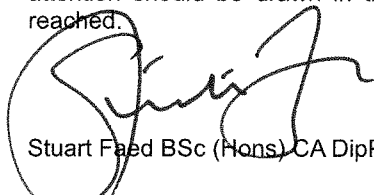
Having satisfied myself that the accounts of the Charitable Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Charitable Company's accounts carried out under section 145 of the Charities Act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

#### **Independent examiner's statement**

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

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

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



Stuart Faeed BSc (Hons) CA DipPFS

17 Walkergate  
Berwick-upon-Tweed  
Northumberland  
TD15 1DJ

Dated: 12 July 2024

# OCEAN YOUTH TRUST NORTH

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 OCTOBER 2023

### Current financial year

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Total 2022 £
<b><u>Income and endowments from:</u></b>					
Donations and legacies	3	75,788	28,250	104,038	140,447
Charitable activities	4	127,735	6,950	134,685	122,987
Other income	5	1,383	-	1,383	65
<b>Total income</b>		<b>204,906</b>	<b>35,200</b>	<b>240,106</b>	<b>263,499</b>
<b><u>Expenditure on:</u></b>					
Raising funds	6	-	7,433	7,433	8,887
Charitable activities	7	191,353	3,075	194,428	223,120
Other	9	-	-	-	469
<b>Total resources expended</b>		<b>191,353</b>	<b>10,508</b>	<b>201,861</b>	<b>232,476</b>
<b>Net movement in funds</b>		<b>13,553</b>	<b>24,692</b>	<b>38,245</b>	<b>31,023</b>
Fund balances at 1 November 2022		108,168	156,201	264,369	233,346
<b>Fund balances at 31 October 2023</b>		<b>121,721</b>	<b>180,893</b>	<b>302,614</b>	<b>264,369</b>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

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

# OCEAN YOUTH TRUST NORTH

## STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

**FOR THE YEAR ENDED 31 OCTOBER 2023**

### Prior financial year

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes			
<b><u>Income and endowments from:</u></b>				
Donations and legacies	3	138,137	2,310	140,447
Charitable activities	4	87,162	35,825	122,987
Other income	5	65	-	65
<b>Total income</b>		<b>225,364</b>	<b>38,135</b>	<b>263,499</b>
<b><u>Expenditure on:</u></b>				
Raising funds	6	-	8,887	8,887
Charitable activities	7	220,810	2,310	223,120
Other	9	469	-	469
<b>Total resources expended</b>		<b>221,279</b>	<b>11,197</b>	<b>232,476</b>
<b>Net movement in funds</b>		<b>4,085</b>	<b>26,938</b>	<b>31,023</b>
Fund balances at 1 November 2021		104,083	129,263	233,346
<b>Fund balances at 31 October 2022</b>		<b>108,168</b>	<b>156,201</b>	<b>264,369</b>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

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

# OCEAN YOUTH TRUST NORTH

## BALANCE SHEET

AS AT 31 OCTOBER 2023

		2023		2022	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	13		82,086		81,437
<b>Current assets</b>					
Debtors	14	7,245		3,481	
Cash at bank and in hand		230,078		199,574	
		237,323		203,055	
<b>Creditors: amounts falling due within one year</b>	15	16,795		20,123	
Net current assets			220,528		182,932
<b>Total assets less current liabilities</b>			302,614		264,369
<b>The funds of the Charitable Company</b>					
Restricted income funds	16	180,893		156,201	
Unrestricted funds		121,721		108,168	
		302,614		264,369	

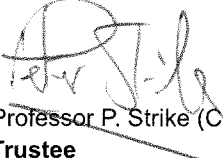
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 October 2023.

The Trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

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

The financial statements were approved by the trustees on 12 July 2024

  
Professor P. Strike (Chairman)  
Trustee

Company registration number 03898088 (England and Wales)

# OCEAN YOUTH TRUST NORTH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2023

---

### 1 Accounting policies

#### Charity information

Ocean Youth Trust North is a private company limited by guarantee incorporated in England and Wales. The registered office is Greaves West & Ayre, 17 Walkergate, Berwick upon Tweed, Northumberland, TD15 1DJ.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the Charitable Company's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Charitable Company is a Public Benefit Entity as defined by FRS 102.

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

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

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

#### 1.2 Going concern

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

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

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

#### 1.4 Incoming resources

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

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

# OCEAN YOUTH TRUST NORTH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2023

### 1 Accounting policies

(Continued)

#### 1.5 Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise those costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

Charitable expenditure comprise those costs incurred by the Charitable Company in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs are those costs incurred directly in support of expenditure on the objects of the Charitable Company and include project management.

#### 1.6 Tangible fixed assets

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

Tangible fixed assets are stated at cost less depreciation where the purchase price exceeds £200. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

James Cook	Nil
Lene Sono	5% Straight Line
Equipment	25% Straight Line

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

#### 1.7 Impairment of fixed assets

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

#### 1.8 Cash and cash equivalents

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

#### 1.9 Financial instruments

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

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

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

# OCEAN YOUTH TRUST NORTH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2023

---

### 1 Accounting policies

(Continued)

#### **Basic financial assets**

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

#### **Basic financial liabilities**

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

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

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

#### **Derecognition of financial liabilities**

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

### 1.10 Employee benefits

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

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

### 1.11 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

## 2 Critical accounting estimates and judgements

In the application of the Charitable Company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount 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 that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.



# OCEAN YOUTH TRUST NORTH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2023

### 3 Donations and legacies

	Unrestricted funds general 2023 £	Restricted funds 2023 £	Total 2023 £	Total 2022 £
Donations and gifts	75,788	28,250	104,038	140,447

### 4 Charitable activities

	Unrestricted funds general 2023 £	Restricted funds 2023 £	Total 2023 £	Total 2022 £
General berth fees	103,529	-	103,529	62,612
Berth sponsorship	24,206	-	24,206	24,550
Trust appeal income	-	6,950	6,950	35,825
	127,735	6,950	134,685	122,987

### 5 Other income

	Unrestricted funds general 2023 £	Total 2022 £
Interest receivable	1,383	65

### 6 Raising funds

	Restricted funds 2023 £	Total 2022 £
Raising funds		
Other fundraising costs	7,433	8,887

# OCEAN YOUTH TRUST NORTH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2023

### 7 Charitable activities

	Other costs	Shore based costs	Boat running costs	Governance costs	Total 2023	Total 2022
	£	£	£	£	£	£
Staff costs	40,290	-	-	66,380	106,670	86,423
Depreciation and impairment	1,876	-	-	-	1,876	1,765
Restricted project expenditure	-	-	3,075	-	3,075	2,310
Communications	1,694	-	-	-	1,694	1,695
Training	-	1,718	-	-	1,718	737
Postage and stationery	-	529	-	-	529	745
Travelling expenses	-	1,747	-	-	1,747	4,757
Office equipment	-	1,754	-	-	1,754	314
Equipment Hire	-	-	-	-	-	1,828
Boat refit and maintenance	-	-	45,354	-	45,354	98,298
Fuel	-	-	2,264	-	2,264	1,686
Insurances	-	-	3,518	-	3,518	3,962
Victuals	-	-	9,348	-	9,348	4,140
Travel and subsistence	-	-	394	-	394	2,547
Ship's utilities	-	-	1,107	-	1,107	443
Berthing	-	-	9,263	-	9,263	5,373
Bookkeeping	-	528	-	-	528	557
Other charitable expenditure	-	446	-	-	446	195
	<u>43,860</u>	<u>6,722</u>	<u>74,323</u>	<u>66,380</u>	<u>191,285</u>	<u>217,775</u>
Share of governance costs (see note 8)	-	-	-	3,143	3,143	5,345
	<u>43,860</u>	<u>6,722</u>	<u>74,323</u>	<u>69,523</u>	<u>194,428</u>	<u>223,120</u>
<b>Analysis by fund</b>						
Unrestricted funds - general	43,860	6,722	71,248	69,523	191,353	
Restricted funds	-	-	3,075	-	3,075	
	<u>43,860</u>	<u>6,722</u>	<u>74,323</u>	<u>69,523</u>	<u>194,428</u>	
<b>For the year ended 31 October 2022</b>						
Unrestricted funds - general	20,356	9,133	116,449	74,872		220,810
Restricted funds	-	-	2,310	-		2,310
	<u>20,356</u>	<u>9,133</u>	<u>118,759</u>	<u>74,872</u>		<u>223,120</u>

# OCEAN YOUTH TRUST NORTH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2023

### 8 Support costs

	Governance costs £	2023 £	Governance costs £	2022 £
Legal and professional	-	-	1,566	1,566
Accountancy	2,840	2,840	3,471	3,471
Bank charges	303	303	308	308
	<u>3,143</u>	<u>3,143</u>	<u>5,345</u>	<u>5,345</u>
Analysed between Charitable activities	<u>3,143</u>	<u>3,143</u>	<u>5,345</u>	<u>5,345</u>

Governance costs includes payments to the independent examiners of £500 (2022: £500) for independent examination fees.

### 9 Other

	Total Unrestricted funds £ 2023	general 2022
Net loss on disposal of tangible fixed assets	-	469

### 10 Trustees

During the year, none of the trustees received any payments from the Charitable Company (2022: £Nil).

### 11 Employees

#### Number of employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	<u>4</u>	<u>3</u>

#### Employment costs

	2023 £	2022 £
Wages and salaries	<u>106,670</u>	<u>86,423</u>

No employee earned over £60,000 during the year.

### 12 Taxation

The Charitable Company is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

# OCEAN YOUTH TRUST NORTH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2023

### 13 Tangible fixed assets

	James Cook	Lene Sono	Office equipment	Equipment	Total
	£	£	£	£	£
<b>Cost</b>					
At 1 November 2022	72,863	11,066	7,300	34,062	125,291
Additions	-	-	2,525	-	2,525
Disposals	-	-	(3,398)	(10,875)	(14,273)
At 31 October 2023	72,863	11,066	6,427	23,187	113,543
<b>Depreciation and impairment</b>					
At 1 November 2022	-	5,111	7,300	31,443	43,854
Depreciation charged in the year	-	553	450	873	1,876
Eliminated in respect of disposals	-	-	(3,398)	(10,875)	(14,273)
At 31 October 2023	-	5,664	4,352	21,441	31,457
<b>Carrying amount</b>					
At 31 October 2023	72,863	5,402	2,075	1,746	82,086
At 31 October 2022	72,863	5,955	1	2,619	81,437

### 14 Debtors

	2023 £	2022 £
<b>Amounts falling due within one year:</b>		
Trade debtors	1,870	1,870
Other debtors	1,474	1,611
Prepayments and accrued income	3,901	-
	7,245	3,481

### 15 Creditors: amounts falling due within one year

	2023 £	2022 £
Other taxation and social security	2,380	1,156
Deferred income	3,737	7,375
Trade creditors	6,127	7,380
Other creditors	1,451	1,112
Accruals and deferred income	3,100	3,100
	16,795	20,123

# OCEAN YOUTH TRUST NORTH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2023

### 16 Restricted funds

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

	Balance at 1 November 2021 £	Incoming resources £	Resources expended £	Balance at 1 November 2022 £	Incoming resources £	Resources expended £	Balance at 31 October 2023 £
Restricted funds							
James Cook	56,400	35,825	(8,887)	83,338	32,125	(7,433)	108,030
	72,863	2,310	(2,310)	72,863	3,075	(3,075)	72,863
	129,263	38,135	(11,197)	156,201	35,200	(10,508)	180,893

### Restricted funds

The restricted fund represents specific donations for voyages.

### James Cook

The James Cook Restricted Fund represents the James Cook sailing vessel and any grants or maintenance specifically for the boat are allocated to this restricted fund.

# OCEAN YOUTH TRUST NORTH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2023

### 17 Unrestricted funds

The income funds of the Charitable Company include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	At 1 November 2022	Incoming resources	Resources expended	At 31 October 2023
	£	£	£	£
General funds	108,168	204,906	(191,353)	121,721
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Previous year:</b>	<b>At 1 November 2021</b>	<b>Incoming resources</b>	<b>Resources expended</b>	<b>At 31 October 2022</b>
	£	£	£	£
General funds	104,083	225,364	(221,279)	108,168
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

### 18 Analysis of net assets between funds

	Unrestricted Funds 2023	Restricted Funds 2023	Total Unrestricted Funds 2023	Restricted Funds 2022	Total
	£	£	£	£	£
Fund balances at 31 October 2023 are represented by:					
Tangible assets	9,223	72,863	82,086	8,574	81,437
Current assets/(liabilities)	112,498	108,030	220,528	99,594	182,932
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	121,721	180,893	302,614	108,168	264,369
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

The balance of £72,863 included in the restricted fund and allocated to Tangible assets related to the James Cook sailing vessel.

### 19 Related party transactions

There were no disclosable related party transactions during the year (2022: None).