

Charity registration number 1087766

Company registration number 04240017 (England and Wales)

CRANEDALE EDUCATIONAL CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

CRANEDALE EDUCATIONAL CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

| | |
|-----------------------------|--|
| Trustees | Mr A W A Outhwaite Mrs M E Outhwaite Mr J P Midgley Mr R E France Mr R H R Innes |
| Secretary | Mrs M E Outhwaite |
| Charity number | 1087766 |
| Company number | 04240017 |
| Registered office | Manor Farm Kirby Grindalythe Malton North Yorkshire UK YO17 8DB |
| Independent examiner | David Walker FCA 124 Acomb Road York YO24 4EY |
| Bankers | HSBC UK Bank Plc 27 Market Place Malton YO17 7LU |

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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CRANEDALE EDUCATIONAL CHARITABLE TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2022

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the trust's memorandum and articles of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The trust's objects are the advancement of the public benefit of education concerning the natural environment and knowledge of the living world.

The policies adopted in furtherance of these objects is the operation of an educational field centre. There has been no change in this during the year.

The general aims of the trust remain the education, mainly of children, through its field centre, in matters concerning the natural environment.

Objectives for the year were, as previously, the effective running of the field centre and the provision of high quality field courses and services.

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

The Charitable Trust is a market leader in the provision of high quality field courses and promotes its services to schools and colleges nationwide.

Achievements and performance

After 18 months of enforced closure due to the coronavirus lockdown, the Cranedale Centre re-opened its doors to school visits from 1st September 2021.

It was a challenging year from a monetary perspective as we had 'rolled over' many deposits and booking fees in order to maintain our customer base. Therefore, most schools who visited only had to pay their remaining balance (around 50% of the course fee). Their previous payments being utilised over the preceding two years both for school refunds and to pay the Centre's ongoing monthly bills.

The person days for the academic year Sept 2021 – Aug 2022 was 12,369 (2.4% down on the last 'pre-covid' year in 2018/19) however, as stated above, the challenge of rolling over deposits and sometimes 'full balances' meant we ran a year of 'essential spending' only.

Another challenge was starting operations again with around a quarter of our staff team being brand new employees, including 3 tutors and almost an entirely new catering department. This presented challenges to staff as they had to 'find their feet' very quickly. We were also operating with a much smaller team (circa 30-35 employees, as oppose to 40-45 employees pre pandemic). For the first month or so, customer feedback was much more negative than usual, especially with regards food, this feedback enabled our teams to learn what our customers have come to expect over the years and our staff should be credited with excelling in their roles as, thankfully, positive feedback became common place once again, certainly after the first term.

Teachers and their students were very pleased to return to us and very relieved that the Centre 'made it through' the difficult period of enforced closure. Whilst the spectre of Covid remained (some staff requiring to isolate and last minute student dropouts) thankfully, due to our strict cleaning regimes and hygiene controls, the Centre avoided any mass 'outbreak' for the entirety of the year.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

Whilst spending was restricted we continued in the purchase of a new and long-awaited Centre boiler (which had been planned originally for August 2020) and installed a more efficient and reliable oil boiler in January 2022. We also invested in new hardware for the catering department, including a commercial microwave.

We made changes to our food systems to further minimise wasted food – rather than large portions of food that often ended up in the bin, portions were more measured to save cost and minimise waste. We also provided free sanitary items, we began offering 'Halal roasts' which has been very well received and even highlighted specifically in letters we have received by some visiting students.

The Head of Centre and Deputy Head of Centre spent many days actively teaching in the field, as did former tutors who returned and worked 'freelance' to assist the relatively young and inexperienced educational team. All staff worked very long hours and this goodwill was testament to their commitment to the Charity and recognition of the difficult and fragile place the Centre was still in as it 'regained its footing' from its mothballed state.

Financial review

It is the policy of the trust that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to 12 month's expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the trust's current activities while consideration is given to ways in which additional funds may be raised.

Total reserves are £ 146,867 (2021 £ 39,245) and therefore the current amount of reserves are less than the required amount although it is the intention of the trustees to continue to generate surpluses in the future which will be retained in order adhere to the policy.

The trustees have assessed the major risks to which the trust is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The trustees review the major risks which the trust faces on a regular basis with the trust's manager and believe that maintaining the trusts unrestricted reserves as above, combined with a regular review of the trust's finances and financial controls will provide sufficient resources in the event of adverse conditions. The trustees have also examined other operational and business risks faced by the charity and confirm that they have established systems to mitigate any significant risks.

Plans for future periods

As the end of the financial year approached, the trading company was able to purchase two new '2022' registration minibuses to replace two 2012 models that had become unreliable. We also were able to advertise for 2 additional tutors to alleviate the pressure on the educational team for the following academic year. Repeat bookings remain strong with additional interest in bookings coming from new Geography and Biology A-level groups, although often bringing smaller cohort sizes. Most 'roll over payments' have now taken place, which means we can obtain a greater income stream.

Overall, we seek to return to a somewhat more normal year (where current staff can build and develop on their experiences and new staff can be inducted at a steadier pace).

Structure, governance and management

The trust was registered with the Charity Commission on 30th July 2001 and is constituted as a company limited by guarantee and is therefore governed by its memorandum and articles of association dated 22nd June 2001.

The trust began to operate on 1 September 2001 when the assets and liabilities of the registered charity also known as the Cranedale Educational Charitable Trust were transferred to the company at their balance sheet value.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

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

Mr A W A Outhwaite

Mrs M E Outhwaite

Mr J P Midgley

Mr R E France

Mr R H R Innes

The appointment of trustees is governed by the Articles of Association. At the annual general meeting one third of the trustees who are subject to retirement by rotation, or, if their number is not three or a multiple of three, the number nearest to one third shall retire from office; but if there is only one trustee who is subject to retirement by rotation, he shall retire.

Subject to the provisions of the articles, the trustees to retire by rotation shall be those who have been longest in office since their last appointment or reappointment, but as between persons who became or were last reappointed trustees on the same day those to retire shall (unless they otherwise agree among themselves) be determined by lot.

If the charity at the meeting at which a trustee retires by rotation, does not fill the vacancy the retiring trustee shall, if willing to act, be deemed to have been reappointed unless at the meeting it is resolved not to fill the vacancy or unless a resolution for the reappointment of the trustee is put to the meeting and lost.

As a result, R E France and R H R Innes retire from office but, being eligible, offer themselves for re-election.

The charity may by ordinary resolution appoint who is willing to act to be a trustee and may also determine the rotation in which any additional trustees are to retire.

The trustees may appoint a person who is willing to act to be a trustee either to fill a vacancy or as an additional trustee provided that the appointment does not cause the number of trustees to exceed any number fixed by or in accordance with the articles as the maximum number of trustees. A trustee so appointed shall hold office only until the next following annual general meeting and shall not be taken into account in determining the trustees who are to retire by rotation at the meeting. If not reappointed at such annual general meeting, he shall vacate office at the conclusion thereof.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

Qualifying third party indemnity provisions

All new trustees are given a copy of the trust's memorandum and articles of association and are provided with booklets CC3 and CC3a from the Charity Commissioners and "Running a Limited company" from Companies House, which give guidance and advice on being a trustee and director.

The trustees have complied with the duty imposed upon them by Section 4 of the Charities Act 2011/2006 to have due regard to guidance published by the Charity Commission.

The Trustees have also had regard to the Charity Commissioners guidance on public benefit.

The trust does not receive any services from volunteers.

The trustees meet regularly to manage the trust's affairs and delegate the day-to-day running of the trust's activities to its operational director, Mr Chris Cassells, general manager, tutors and administrative staff.

The remuneration of the charity's key management personal is agreed at the current market rates applicable to the particular duties performed by the employees concerned.

The Memorandum and Articles of Association authorises the trustees to deposit or invest in the name of the charity and part of the funds as the trustees in their absolute discretion think fit.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

The trust has numerous schools and educational facilities who return on a regular basis to the field centre. Although no formal working relationships have been formed with any of these entities.

The trust wholly owns a subsidiary company The Cranedale Centre Limited which provides holidays and associated goods and services of a non educational nature. It also provides the trust with transport facilities. The subsidiary's results are summarised in note 21.

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

Mr A W A Outhwaite
Trustee

29 June 2023

CRANEDALE EDUCATIONAL CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF CRANEDALE EDUCATIONAL CHARITABLE TRUST

I report to the trustees on my examination of the financial statements of Cranedale Educational Charitable Trust (the trust) for the year ended 31 August 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

David Walker FCA

Chartered Accountant

124 Acomb Road
York
YO24 4EY

Dated: 29 June 2023

CRANEDALE EDUCATIONAL CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2022

Current financial year

| | | Unrestricted funds 2022 £ | Restricted funds 2022 £ | Total 2022 £ | Total 2021 £ |
|---|-------|------------------------------------|----------------------------------|--------------------|--------------------|
| | Notes | | | | |
| Income from: | | | | | |
| Donations and legacies | 3 | 152 | 989 | 1,141 | 332,164 |
| Charitable activities | 4 | 901,428 | - | 901,428 | 113,544 |
| Investments | 5 | 3,309 | - | 3,309 | 2,484 |
| Total income | | 904,889 | 989 | 905,878 | 448,192 |
| Expenditure on: | | | | | |
| Raising funds | 6 | - | - | - | 576 |
| Charitable activities | 7 | 798,256 | - | 798,256 | 477,022 |
| Total expenditure | | 798,256 | - | 798,256 | 477,598 |
| Net gains/(losses) on investments | 11 | - | - | - | 10,433 |
| Net incoming/(outgoing) resources before transfers | | 106,633 | 989 | 107,622 | (18,973) |
| Gross transfers between funds | | 989 | (989) | - | - |
| Net income/(expenditure) for the year/ Net movement in funds | | 107,622 | - | 107,622 | (18,973) |
| Fund balances at 1 September 2021 | | 39,245 | - | 39,245 | 58,218 |
| Fund balances at 31 August 2022 | | 146,867 | - | 146,867 | 39,245 |

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.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

FOR THE YEAR ENDED 31 AUGUST 2022

Prior financial year

| | | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total 2021 £ |
|---|-------|------------------------------------|----------------------------------|--------------------|
| | Notes | | | |
| Income from: | | | | |
| Donations and legacies | 3 | 81,759 | 250,405 | 332,164 |
| Charitable activities | 4 | 113,544 | - | 113,544 |
| Investments | 5 | 2,484 | - | 2,484 |
| Total income | | 197,787 | 250,405 | 448,192 |
| Expenditure on: | | | | |
| Raising funds | 6 | 576 | - | 576 |
| Charitable activities | 7 | 477,022 | - | 477,022 |
| Total expenditure | | 477,598 | - | 477,598 |
| Net gains/(losses) on investments | 11 | 10,433 | - | 10,433 |
| Net incoming/(outgoing) resources before transfers | | (269,378) | 250,405 | (18,973) |
| Gross transfers between funds | | 250,405 | (250,405) | - |
| Net income/(expenditure) for the year/ Net movement in funds | | (18,973) | - | (18,973) |
| Fund balances at 1 September 2020 | | 58,218 | - | 58,218 |
| Fund balances at 31 August 2021 | | 39,245 | - | 39,245 |

CRANEDALE EDUCATIONAL CHARITABLE TRUST

BALANCE SHEET

AS AT 31 AUGUST 2022

| | Notes | 2022 £ | £ | 2021 £ | £ |
|--|-------|----------------|----------------|----------------|---------------|
| Fixed assets | | | | | |
| Tangible assets | 13 | | 85,193 | | 108,084 |
| Current assets | | | | | |
| Stocks | 14 | 12,102 | | 7,629 | |
| Debtors falling due after one year | 15 | 150,000 | | 90,000 | |
| Debtors falling due within one year | 15 | 31,181 | | 34,056 | |
| Cash at bank and in hand | | 148,695 | | 116,475 | |
| | | <u>341,978</u> | | <u>248,160</u> | |
| Creditors: amounts falling due within one year | | | | | |
| Loans and overdrafts | 16 | 5,800 | | 3,500 | |
| Obligations under finance leases | 17 | 594 | | 360 | |
| Taxation and social security | | 8,445 | | 8,853 | |
| Other creditors | 18 | 221,048 | | 253,801 | |
| | | <u>235,887</u> | | <u>266,514</u> | |
| Net current assets/(liabilities) | | | 106,091 | | (18,354) |
| Total assets less current liabilities | | | 191,284 | | 89,730 |
| Creditors: amounts falling due after more than one year | 19 | | (44,417) | | (50,485) |
| Net assets | | | <u>146,867</u> | | <u>39,245</u> |
| Income funds | | | | | |
| Unrestricted funds | | | 146,867 | | 39,245 |
| | | | <u>146,867</u> | | <u>39,245</u> |

CRANEDALE EDUCATIONAL CHARITABLE TRUST

BALANCE SHEET (CONTINUED)

AS AT 31 AUGUST 2022

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 August 2022.

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

The member has 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 29 June 2023

Mr A W A Outhwaite
Trustee

Company Registration No. 04240017

CRANEDALE EDUCATIONAL CHARITABLE TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2022

| | Notes | 2022 £ | £ | 2021 £ | £ |
|---|-------|-----------|---------|-----------|----------|
| Cash flows from operating activities | | | | | |
| Cash generated from/(absorbed by) operations | 22 | | 36,752 | | (65,935) |
| Investing activities | | | | | |
| Purchase of tangible fixed assets | | (4,307) | | (3,944) | |
| Proceeds from disposal of tangible fixed assets | | - | | (8,057) | |
| Purchase of investments | | - | | (74) | |
| Proceeds from disposal of investments | | - | | 124,528 | |
| Investment income received | | 3,309 | | 2,484 | |
| Net cash (used in)/generated from investing activities | | | (998) | | 114,937 |
| Financing activities | | | | | |
| Repayment of bank loans | | (3,174) | | 209 | |
| Payment of obligations under finance leases | | (360) | | 1,625 | |
| Net cash (used in)/generated from financing activities | | | (3,534) | | 1,834 |
| Net increase in cash and cash equivalents | | | 32,220 | | 50,836 |
| Cash and cash equivalents at beginning of year | | | 116,475 | | 65,639 |
| Cash and cash equivalents at end of year | | | 148,695 | | 116,475 |

CRANEDALE EDUCATIONAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

Charity information

Cranedale Educational Charitable Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Manor Farm, Kirby Grindalythe, Malton, North Yorkshire, YO17 8DB, UK.

1.1 Accounting convention

The financial statements have been prepared in accordance with the trust's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 trust is a Public Benefit Entity as defined by FRS 102.

The trust has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include fixed asset investments at fair value. 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 trust has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

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

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the trust.

1.4 Income

Income is recognised when the trust 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 trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

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

CRANEDALE EDUCATIONAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant which specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.5 Expenditure

Resources expended are accounted for on an accruals basis.

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

Charitable activities include expenditure associated with the field centre and educational programmes and include both direct and support costs relating to those activities.

Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

1.6 Tangible fixed assets

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

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

| | |
|------------------------------|--|
| Leasehold land and buildings | Straight line over 20 years |
| Fixtures and fittings | Straight line over 10 years, 5 years if leased asset |

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 trust 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 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.9 Cash and cash equivalents

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

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

1 Accounting policies

(Continued)

1.10 Financial instruments

The trust 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 trust's balance sheet when the trust becomes party to the contractual provisions of the instrument.

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

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

1.12 Retirement benefits

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

1.13 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

1.14 Creditors and provisions

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measure reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2 Critical accounting estimates and judgements

In the application of the trust'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.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

3 Donations and legacies

| | Unrestricted funds | Restricted funds | Total | Unrestricted funds | Restricted funds | Total |
|--|-----------------------|---------------------|--------------|-----------------------|---------------------|----------------|
| | 2022 £ | 2022 £ | 2022 £ | 2021 £ | 2021 £ | 2021 £ |
| Donations and gifts | 152 | - | 152 | 42,545 | - | 42,545 |
| Government support | - | 989 | 989 | 39,214 | 250,405 | 289,619 |
| | <u>152</u> | <u>989</u> | <u>1,141</u> | <u>81,759</u> | <u>250,405</u> | <u>332,164</u> |
| Donations and gifts | | | | | | |
| Garfield Weston Foundation | - | - | - | 40,000 | - | 40,000 |
| Other | 152 | - | 152 | 2,545 | - | 2,545 |
| | <u>152</u> | <u>-</u> | <u>152</u> | <u>42,545</u> | <u>-</u> | <u>42,545</u> |
| Grants receivable for core activities | | | | | | |
| Ryedale Council Covid Support Grants | - | - | - | 39,214 | - | 39,214 |
| Coronavirus Job Support Scheme | - | 989 | 989 | - | 250,405 | 250,405 |
| | <u>-</u> | <u>989</u> | <u>989</u> | <u>39,214</u> | <u>250,405</u> | <u>289,619</u> |

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

4 Charitable activities

| | Field centre 2022 £ | Field centre 2021 £ |
|--------------|---------------------------|---------------------------|
| Field Centre | 901,428 | 113,544 |

5 Investments

| | Unrestricted funds 2022 £ | Unrestricted funds 2021 £ |
|----------------------------|------------------------------------|------------------------------------|
| Rental income | 600 | 600 |
| Interest received on loans | 2,590 | 1,881 |
| Interest receivable | 119 | 3 |
| | 3,309 | 2,484 |

The rental income received arises from the letting of various parts of the centre's premises to the charitable trust's wholly owned subsidiary, Cranedale Centre Limited.

6 Raising funds

| | 2022 £ | 2021 £ |
|-----------------------|-----------|-----------|
| Investment management | - | 576 |
| | - | 576 |

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

7 Charitable activities

| | Field centre operation 2022 £ | Field centre operation 2021 £ |
|--|--|--|
| Staff costs | 327,281 | 252,995 |
| Depreciation and impairment | 27,198 | 27,920 |
| Educational Purchases | 77,331 | 5,424 |
| Repairs & Renewals | 37,358 | 6,087 |
| Motor Expenses & Travel | 124,040 | 203 |
| Teaching Staff Telephone | 272 | 766 |
| Light, Heat & Power | 48,654 | 24,935 |
| Sundry Expenses | 3,509 | 2,456 |
| Rent & Rates | 18,795 | 17,161 |
| Insurances | 9,689 | 10,719 |
| Laundry | 2,501 | 1,409 |
| | <hr/> | <hr/> |
| | 676,628 | 350,075 |
| | <hr/> | <hr/> |
| Share of support costs (see note 8) | 76,137 | 85,741 |
| Share of governance costs (see note 8) | 45,491 | 41,206 |
| | <hr/> | <hr/> |
| | 798,256 | 477,022 |
| | <hr/> | <hr/> |

All the charitable activities relate to the operation of the educational field centre.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

8 Support costs

| | Support costs | Governance costs | 2022 | 2021 | Basis of allocation |
|--------------------------------|---------------|------------------|----------------|----------------|---------------------|
| | £ | £ | £ | £ | |
| Staff costs | 52,283 | 23,173 | 75,456 | 92,438 | Time spent |
| Telecommunications | 3,754 | - | 3,754 | 4,632 | Total Expenditure |
| Printing & Stationery | 2,122 | - | 2,122 | 722 | Total Expenditure |
| Advertising | 2,703 | - | 2,703 | 1,808 | Total Expenditure |
| Cleaning & General Maintenance | 8,722 | - | 8,722 | 4,723 | Total Expenditure |
| IT Costs | 6,553 | - | 6,553 | 4,317 | Total Expenditure |
| Audit fees | - | 2,500 | 2,500 | 2,500 | Governance |
| Accountancy | - | 1,520 | 1,520 | 1,520 | Governance |
| Bank Charges | - | 207 | 207 | 177 | Governance |
| HP & Lease Charges | - | 2,371 | 2,371 | 910 | Governance |
| Bookkeeping | - | 15,720 | 15,720 | 13,200 | Governance |
| | <u>76,137</u> | <u>45,491</u> | <u>121,628</u> | <u>126,947</u> | |
| Analysed between | | | | | |
| Charitable activities | <u>76,137</u> | <u>45,491</u> | <u>121,628</u> | <u>126,947</u> | |

Governance costs includes payments to the auditors of £2,500 (2021 - £2,500) for the independent examination of the financial statements and £1,520 (2021- £1,520) for other services.

9 Trustees

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

Trustees AWA Outhwaite and ME Outhwaite, husband and wife, purchased various goods and services, at full commercial rates and under normal commercial terms, from the trust during the year as follows:

Cleaning services £6,249 (2021- £nil)
Domestic services £7,155 (2021- £4,481)
Motor insurance £2,540 (2021- £4,700)

The amounts outstanding at the year end were £nil (2021 £nil).

10 Employees

The average monthly number of employees during the year was:

| 2022 Number | 2021 Number |
|----------------|----------------|
| <u>33</u> | <u>35</u> |

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

10 Employees (Continued)

| Employment costs | 2022 £ | 2021 £ |
|-----------------------|----------------|----------------|
| Wages and salaries | 363,977 | 325,310 |
| Social security costs | 17,656 | 8,689 |
| Other pension costs | 21,104 | 11,434 |
| | <u>402,737</u> | <u>345,433</u> |

There were no employees whose annual remuneration was more than £60,000.

11 Net gains/(losses) on investments

| | Total Unrestricted funds | |
|------------------------------------|--------------------------|---------------|
| | 2022 £ | 2021 £ |
| Gain/(loss) on sale of investments | <u>-</u> | <u>10,433</u> |

12 Taxation

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

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

13 Tangible fixed assets

| | Leasehold land and buildings £ | Fixtures and fittings £ | Total £ |
|------------------------------------|---|-------------------------------|------------|
| Cost | | | |
| At 1 September 2021 | 404,122 | 347,264 | 751,386 |
| Additions | - | 4,307 | 4,307 |
| Disposals | - | (33,270) | (33,270) |
| At 31 August 2022 | 404,122 | 318,301 | 722,423 |
| Depreciation and impairment | | | |
| At 1 September 2021 | 346,571 | 296,731 | 643,302 |
| Depreciation charged in the year | 11,725 | 15,473 | 27,198 |
| Eliminated in respect of disposals | - | (33,270) | (33,270) |
| At 31 August 2022 | 358,296 | 278,934 | 637,230 |
| Carrying amount | | | |
| At 31 August 2022 | 45,826 | 39,367 | 85,193 |
| At 31 August 2021 | 57,551 | 50,533 | 108,084 |

The net carrying value of tangible fixed assets includes the following in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £717 (2021 - £359) for the year.

| | 2022 £ | 2021 £ |
|-----------------------|-----------|-----------|
| Fixtures and fittings | 2,868 | 3,585 |

An impairment review of the charity's fixed assets has been undertaken. The net realisable value of the assets concerned has been assessed by estimating their market value. Their value in use has been determined by evaluating present value of the future benefits expected to arise from the continued use of the assets concerned.

It has been agreed that the improvements to the leasehold property will be acquired by the landlord at their written down value at the time of the landlord's terminating the trust's operating lease.

14 Stocks

| | 2022 £ | 2021 £ |
|-------------------------------|-----------|-----------|
| Raw materials and consumables | 12,102 | 7,629 |

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

15 Debtors

| | 2022 £ | 2021 £ |
|--|----------------|----------------|
| Amounts falling due within one year: | | |
| Other debtors | 21,313 | 19,138 |
| Prepayments and accrued income | 9,868 | 14,918 |
| | <u>31,181</u> | <u>34,056</u> |
| Amounts falling due after more than one year: | | |
| Amounts owed by subsidiary undertakings | <u>150,000</u> | <u>90,000</u> |
| Total debtors | <u>181,181</u> | <u>124,056</u> |

16 Loans and overdrafts

| | 2022 £ | 2021 £ |
|--|---------------|---------------|
| Bank loans | <u>47,035</u> | <u>50,209</u> |
| Payable within one year | 5,800 | 3,500 |
| Payable after one year | <u>41,235</u> | <u>46,709</u> |
| Amounts included above which fall due after five years: | | |
| Payable by instalments | <u>15,400</u> | <u>19,855</u> |

On 1st June 2020 the trust was advanced a loan of £50,000 under the Coronavirus Bounce Bank Loan Scheme. Repayable in instalments over 8 Years after an initial 12 months interest and repayment free. Interest is payable at 2.5%.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

17 Finance lease commitments

Future minimum lease payments due under finance leases:

| | 2022 £ | 2021 £ |
|------------------------------|--------------|--------------|
| Within one year | 1,439 | 1,440 |
| Within two and five years | 4,321 | 5,759 |
| | <u>5,760</u> | <u>7,199</u> |
| Less: future finance charges | (1,984) | (3,063) |
| | <u>3,776</u> | <u>4,136</u> |

Net obligations under finance lease and hire purchase contracts are secured by fixed charges on the assets concerned.

18 Other creditors falling due within one year

| | 2022 £ | 2021 £ |
|------------------------------|----------------|----------------|
| Payments received on account | 153,045 | 193,105 |
| Trade creditors | 16,531 | 6,323 |
| Other creditors | 35,058 | 44,512 |
| Accruals and deferred income | 16,414 | 9,861 |
| | <u>221,048</u> | <u>253,801</u> |

19 Creditors: amounts falling due after more than one year

| | Notes | 2022 £ | 2021 £ |
|----------------------------------|-------|---------------|---------------|
| Bank loans | 16 | 41,235 | 46,709 |
| Obligations under finance leases | 17 | 3,182 | 3,776 |
| | | <u>44,417</u> | <u>50,485</u> |

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

20 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

| | 2022 £ | 2021 £ |
|------------------------|-----------|-----------|
| Aggregate compensation | 75,457 | 71,471 |

The Cranedale Centre's freehold land is owned by Shipton Estates Limited of which Mr A W A Outhwaite, a trustee of the trust, is director and major shareholder. The centre is occupied under an operating lease, dated 1 January 2021, for 3 years, on a full repairing and insuring basis, at a rental of one acorn, if so demanded. Due to the expiration of the lease the tenancy is holding over under the landlord and tenant legislation with no notice having been served by either party.

On 4 January 2012 the trust entered into assured shorthold tenancies in respect of 4 domestic properties owned by Shipton Estates Limited to be occupied by the centre's tutors, the rents payable are at a full market rent and have been assessed by an independent surveyor. A rent free period was granted to the trust in respect of the coronavirus pandemic situation. The total rents paid amounted to £12,000 (2021- £10,000) with amounts outstanding at the year end of £nil (2021- £nil).

A loan of £24,000 was advanced to Shipton Estates Limited on 14 December 2017 and is repayable in instalments over four years, interest is payable at 6.67% the amount owing at the year end was of £0 (2021- £2180).

The trust wholly owns a subsidiary company The Cranedale Centre Limited which provides holidays and associated goods and services of a non educational nature.

Goods and services were purchased from the company during the year, on normal commercial terms, totalling £124,040 (2021- £nil) with amounts outstanding at the year end of £nil (2021- £nil).

Goods and services were sold to the company during the year, on normal commercial terms, totalling £3,600 (2021- £3,600) with amounts outstanding at the year end of £nil (2021- £nil).

The trust receives a rent from the company, in respect of a 12 month licence, renewable yearly, for the company to occupy and use, including trading from and the hiring out of, various areas of the Cranedale Centre, payable at a sum of £600 per annum (2021- £600).

Donations under the Gift Aid scheme were also made to the trust, by the company, during the year totalling £nil (2021- £nil). The amount owing at the year end was £0 (2021- £0).

The trust has supported its wholly owned subsidiary during the year and has an unsecured loan due from the company which has a balance at 31 August 2022 of £150,000 (2021- £90,000).

The loan is repayable in full on 13 July 2024, and interest is payable at 2% above HSBC base rates, per annum.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

21 Subsidiaries

These financial statements are separate trust financial statements for Cranedale Educational Charitable Trust for the year ending 31 August 2022.

Separate company financial statements are prepared in compliance with Companies Act 2006. Consolidated financial statements for the group are not required to be prepared in accordance with Companies Act 2006 and the Charities Act.

Separate financial statements for the trusts subsidiary, Cranedale Centre Limited are prepared and can be obtained from the registered office.

Details of the trust's subsidiaries at 31 August 2022 are as follows:

| Name of undertaking | Registered office | Nature of business | Class of shares held | % Held | |
|--------------------------|-------------------|----------------------|----------------------|--------|----------|
| | | | | Direct | Indirect |
| Cranedale Centre Limited | UK | Educational Services | Ordinary | 100.00 | |

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

| Name of undertaking | Profit/(Loss) | Capital and Reserves |
|--------------------------|---------------|----------------------|
| | £ | £ |
| Cranedale Centre Limited | 39,131 | (2,826) |

The investments in subsidiaries are all stated at fair value.

| 22 Cash generated from operations | 2022 £ | 2021 £ |
|---|---------------|-----------------|
| Surplus/(deficit) for the year | 107,622 | (18,973) |
| Adjustments for: | | |
| Investment income recognised in statement of financial activities | (3,309) | (2,484) |
| Gain on disposal of investments | - | (10,433) |
| Depreciation and impairment of tangible fixed assets | 27,198 | 27,920 |
| Movements in working capital: | | |
| (Increase) in stocks | (4,473) | (1,716) |
| (Increase) in debtors | (57,125) | (7,589) |
| (Decrease) in creditors | (33,161) | (52,660) |
| Cash generated from/(absorbed by) operations | 36,752 | (65,935) |

CRANEDALE EDUCATIONAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

23 Analysis of changes in net funds

| | At 1 September 2021 £ | Cash flows £ | At 31 August 2022 £ |
|--|-----------------------------|-----------------|---------------------------|
| Cash at bank and in hand | 116,475 | 32,220 | 148,695 |
| Loans falling due within one year | (3,500) | (2,300) | (5,800) |
| Loans falling due after more than one year | (46,709) | 5,474 | (41,235) |
| Obligations under finance leases | (4,136) | 360 | (3,776) |
| | <u>62,130</u> | <u>35,754</u> | <u>97,884</u> |