

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 2023

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 2023

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

Public benefit

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

Activities

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

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

Achievements and performance

Significant activities and achievements against objectives

On beginning the academic year 2022 - 2023 we appointed one new tutor to alleviate pressure on the tutor team, as well as appointing an additional tutor in January 2023 to replace another tutor who had decided to move on. Still, the tutors worked a high number of hours thanks to many more smaller groups (of 8 students or less) attending the Centre on courses and who wanted evening tuition. These small groups made up 10% of our income during this academic year.

With regards our income over the course of the year, we were slightly down on last year. This was expected, considering we had the lowest person days in the last 22 years at 11,220 which was 9% down from the previous academic year. We actually had more schools visit us this academic year (155 schools) than last year (153), but many of our same customers who normally bring tens of students were now bring significantly less than previous years. Cost of living likely a factor, along with the 'hangover' effects of COVID (increased anxiety/worry in the student population).

The two new buses made a difference to our fleet although the other vehicles continued to bring problems, possibly having been stood for such a long time when we were closed.

Spending was higher thanks in large part to the energy crisis (eg. electricity usually circa £10,000 pa but it increased to £54,000 pa) which resulted in large bills for a few months. Fortunately these have stabilised and a new price was fixed in July 2023 on a 2 year contract. We also seized the opportunity to switch over all main lighting to LED bulbs (from the former eco-friendly bulbs) this to provide better lighting and reduced expenditure on bulbs and energy going forwards.

Our Catering Department required new fridge freezers, sandwich fridges and a commercial microwave as the ageing units were no longer operating reliably.

After a four year absence, we decided to exhibit at the Geographical Association Conference in Sheffield in April 2023. This being the major event of the year for Geography Teachers and a major advertising opportunity for the Centre. We had a great attendance of our own staff and benefitted from at least two new bookings which has repaid the cost of attending.

The cost of living and high working hours led to us providing two significant staff pay rises in September 2022 and April 2023 both to show our appreciation of staff and to assist them personally against inflation which in April 2023 was at circa 6.5%.

The Head of Centre's vehicle, an expensive Diesel model (Suzuki Vitara) was part exchanged for a much more modern environmentally friendly electric vehicle (Hyundai Ioniq) together with installation of an electric vehicle charging point on the front drive.

Financial review

Reserves policy

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 £ 46,024 (2022 £ 146,867) 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.

Major risks

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.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

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

Although we would like to order another two minibuses to replace the two '66' plate minibuses the hit on cashflow is too great so we are looking to replace one per year, subject to lead time. Our fleet of laptops purchased circa 10 years ago are no longer fit for purpose and we have been unable to provide GIS sessions for our Geography visitors. Our hope is to invest in a new fleet of laptops which can be utilised for these sessions and allow us to offer more for our customers.

WiFi connectivity continues to be an ongoing problem with many teachers reporting this as an issue on their feedback forms. We are beginning to look at the different options for the Centre given that in summer 2025 all the BT lines are going across to digital. Technology has moved fast and we need to keep pace especially with the changing needs of visiting staff and students.

The planned large percentage increases in national minimum wage in April 2024 will result in massive increases in wage costs. It is also anticipated that some tutors will wish to move out of the village adding increased financial pressures.

Spending pressures have been high since reopening after the pandemic and the aim is that the charity is looking to rebuild our reserves back to a more healthy position within the next 2-5 years.

Student numbers falling across Geography, Junior and Biology groups are a concern. We hope to attract larger numbers of GCSE Geography groups to help counteract this shortfall as well as to avoid evening tuition for small courses by insisting that they self-tutor.

Given our need to change some of our asset in the coming years, we will be exploring all opportunities for grants and funding.

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.

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

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

Recruitment and appointment of trustees

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.

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.

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.

Organisational structure

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 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.

Relationship with wider network

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.

Relationship with related parties

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.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

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

16 August 2024

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 2023.

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: 16 August 2024

CRANEDALE EDUCATIONAL CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Income from:					
Donations and legacies	3	76	152	989	1,141
Charitable activities	4	859,991	901,428	-	901,428
Investments	5	11,879	3,309	-	3,309
Total income		871,946	904,889	989	905,878
Expenditure on:					
Charitable activities	6	972,789	798,256	-	798,256
Total expenditure		972,789	798,256	-	798,256
Net income/(expenditure)		(100,843)	106,633	989	107,622
Transfers between funds		-	989	(989)	-
Net movement in funds	8	(100,843)	107,622	-	107,622
Reconciliation of funds:					
Fund balances at 1 September 2022		146,867	39,245	-	39,245
Fund balances at 31 August 2023		46,024	146,867	-	146,867

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

CRANEDALE EDUCATIONAL CHARITABLE TRUST

BALANCE SHEET

AS AT 31 AUGUST 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	12		72,100		85,193
Current assets					
Stocks	13	6,984		12,102	
Debtors falling due after one year	14	122,351		150,000	
Debtors falling due within one year	14	35,280		31,181	
Cash at bank and in hand		128,465		148,695	
		<u>293,080</u>		<u>341,978</u>	
Creditors: amounts falling due within one year					
Loans and overdrafts	15	5,500		5,800	
Obligations under finance leases	16	2,355		594	
Taxation and social security		12,710		8,445	
Other creditors	17	261,734		221,048	
		<u>282,299</u>		<u>235,887</u>	
Net current assets			10,781		106,091
Total assets less current liabilities			82,881		191,284
Creditors: amounts falling due after more than one year	18		(36,857)		(44,417)
Net assets			<u>46,024</u>		<u>146,867</u>
Income funds					
Unrestricted funds			46,024		146,867
			<u>46,024</u>		<u>146,867</u>

CRANEDALE EDUCATIONAL CHARITABLE TRUST

BALANCE SHEET (CONTINUED)

AS AT 31 AUGUST 2023

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 2023.

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 16 August 2024

Mr A W A Outhwaite
Trustee

Company Registration No. 04240017

CRANEDALE EDUCATIONAL CHARITABLE TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	23		(15,966)		36,752
Investing activities					
Purchase of tangible fixed assets		(10,044)		(4,307)	
Investment income received		11,879		3,309	
Net cash generated from/(used in) investing activities			1,835		(998)
Financing activities					
Repayment of bank loans		(5,505)		(3,174)	
Payment of finance leases obligations		(594)		(360)	
Net cash used in financing activities			(6,099)		(3,534)
Net (decrease)/increase in cash and cash equivalents			(20,230)		32,220
Cash and cash equivalents at beginning of year			148,695		116,475
Cash and cash equivalents at end of year			128,465		148,695

CRANEDALE EDUCATIONAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2023

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 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 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.

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.

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.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

1 Accounting policies

(Continued)

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 2023

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 2023

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 measured 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.

3 Income from donations and legacies

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Donations and gifts	76	-	76	152	-	152
Grants	-	-	-	-	989	989
	<u>76</u>	<u>-</u>	<u>76</u>	<u>152</u>	<u>989</u>	<u>1,141</u>
Donations and gifts						
Other	76	-	76	152	-	152
	<u>76</u>	<u>-</u>	<u>76</u>	<u>152</u>	<u>-</u>	<u>152</u>
Grants						
Coronavirus Job Support Scheme	-	-	-	-	989	989
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>989</u>	<u>989</u>

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

4 Income from charitable activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Educational		
Field centre	859,991	901,428

5 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Rental income	600	600
Interest received on loans	9,376	2,590
Interest receivable	1,903	119
	11,879	3,309

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.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

6 Expenditure on charitable activities

	Field centre 2023 £	Field centre 2022 £
Direct costs		
Staff costs	427,372	327,281
Depreciation and impairment	23,137	27,198
Educational purchases	73,775	77,331
Repairs & renewals	38,840	37,358
Motor expenses & travel	114,060	124,040
Teaching staff telephone	249	272
Light, heat & power	99,190	48,654
Sundry expenses	4,044	3,509
Rent & rates	33,817	18,795
Insurance	12,105	9,689
Laundry & cleaning	4,238	2,501
	<u>830,827</u>	<u>676,628</u>
Share of support and governance costs (see note 7)		
Support	91,525	76,137
Governance	50,437	45,491
	<u>972,789</u>	<u>798,256</u>
Analysis by fund		
Unrestricted funds	<u>972,789</u>	<u>798,256</u>

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 2023

7 Support costs

	Support costs £	Governance costs £	2023 £	2022 £	Basis of allocation
Staff costs	60,017	26,492	86,509	75,456	Time spent
Telecommunications	4,518	-	4,518	3,754	Total Expenditure
Printing & Stationery	2,867	-	2,867	2,122	Total Expenditure
Advertising	3,292	-	3,292	2,703	Total Expenditure
Staff Training	1,733	-	1,733	-	Total Expenditure
Conference expenses	2,205	-	2,205	-	Total Expenditure
Cleaning & General Maintenance	9,402	-	9,402	8,722	Total Expenditure
IT Costs	7,491	-	7,491	6,553	Total Expenditure
Examination fees	-	2,500	2,500	2,500	Governance
Accountancy	-	1,844	1,844	1,520	Governance
Bank Charges	-	193	193	207	Governance
HP & Lease Charges	-	2,008	2,008	2,371	Governance
Bookkeeping	-	17,400	17,400	15,720	Governance
	<u>91,525</u>	<u>50,437</u>	<u>141,962</u>	<u>121,628</u>	
Analysed between Charitable activities	<u>91,525</u>	<u>50,437</u>	<u>141,962</u>	<u>121,628</u>	

Governance costs includes payments to the auditors of £2,500 (2022 - £2,500) for the independent examination of the financial statements and £1,844 (2022- £1,520) for other services.

8 Net movement in funds

	2023 £	2022 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the independent examination of the charity's financial statements	2,500	2,500
Depreciation of owned tangible fixed assets	22,420	26,481
Depreciation of tangible fixed assets held under finance leases	<u>717</u>	<u>717</u>

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 £7,428 (2022- £6,249)
Domestic services £11,300 (2022- £7,155)
Motor insurance £2,677 (2022- £2,540)

The amounts outstanding at the year end were £nil (2022 £nil).

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

10 Employees

The average monthly number of employees during the year was:

2023 Number	2022 Number
35	33

Employment costs

	2023 £	2022 £
Wages and salaries	488,442	363,977
Social security costs	10,991	17,656
Other pension costs	14,448	21,104
	<u>513,881</u>	<u>402,737</u>

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

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2023 £	2022 £
Aggregate compensation	<u>121,076</u>	<u>98,226</u>

11 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 2023

12 Tangible fixed assets

	Leasehold land and buildings £	Fixtures and fittings £	Total £
Cost			
At 1 September 2022	404,122	334,935	739,057
Additions	-	10,044	10,044
Disposals	-	(8,973)	(8,973)
At 31 August 2023	404,122	336,006	740,128
Depreciation and impairment			
At 1 September 2022	358,296	295,568	653,864
Depreciation charged in the year	10,569	12,568	23,137
Eliminated in respect of disposals	-	(8,973)	(8,973)
At 31 August 2023	368,865	299,163	668,028
Carrying amount			
At 31 August 2023	35,257	36,843	72,100
At 31 August 2022	45,826	39,367	85,193

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 (2022 - £717) for the year.

	2023 £	2022 £
Fixtures and fittings	2,151	2,868

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.

13 Stocks

	2023 £	2022 £
Raw materials and consumables	6,984	12,102

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

14 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Amounts owed by subsidiary undertakings	14,412	-
Other debtors	10,124	21,313
Prepayments and accrued income	10,744	9,868
	<u>35,280</u>	<u>31,181</u>
Amounts falling due after more than one year:		
Amounts owed by subsidiary undertakings	<u>122,351</u>	<u>150,000</u>
Total debtors	<u>157,631</u>	<u>181,181</u>

15 Loans and overdrafts

	2023 £	2022 £
Bank loans	<u>41,530</u>	<u>47,035</u>
Payable within one year	5,500	5,800
Payable after one year	<u>36,030</u>	<u>41,235</u>
Amounts included above which fall due after five years:		
Payable by instalments	<u>8,824</u>	<u>15,400</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 2023

16 Finance lease obligations

Future minimum lease payments due under finance leases:

	2023 £	2022 £
Within one year	1,439	1,439
Within two and five years	2,881	4,321
	<u>4,320</u>	<u>5,760</u>
Less: future finance charges	(1,138)	(1,984)
	<u>3,182</u>	<u>3,776</u>

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

17 Other creditors falling due within one year

	2023 £	2022 £
Payments received on account	195,728	153,045
Trade creditors	7,505	16,531
Other creditors	21,930	35,058
Accruals and deferred income	36,571	16,414
	<u>261,734</u>	<u>221,048</u>

18 Creditors: amounts falling due after more than one year

	Notes	2023 £	2022 £
Bank loans	15	36,030	41,235
Obligations under finance leases	16	827	3,182
		<u>36,857</u>	<u>44,417</u>

19 Retirement benefit schemes

	2023 £	2022 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	14,448	21,104

The trust operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the trust in an independently administered fund.

CRANEDALE EDUCATIONAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

20 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 September 2022	Incoming resources	Resources expended	Transfers	At 31 August 2023
	£	£	£	£	£
General funds	146,867	871,946	(972,789)	-	46,024
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Previous year:	At 1 September 2021	Incoming resources	Resources expended	Transfers	At 31 August 2022
	£	£	£	£	£
General funds	39,245	904,889	(798,256)	989	146,867
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

CRANEDALE EDUCATIONAL CHARITABLE TRUST

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

21 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2023 £	2022 £
Aggregate compensation	121,076	98,226

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 £24,000 (2022- £12,000) with amounts outstanding at the year end of £nil (2022- £nil).

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 £114,060 (2022- £124,040) with amounts outstanding at the year end of £nil (2022- £nil).

Goods and services were sold to the company during the year, on normal commercial terms, totalling £3,600 (2022- £3,600) with amounts outstanding at the year end of £nil (2022- £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 (2022- £600).

Donations under the Gift Aid scheme were also made to the trust, by the company, during the year totalling £nil (2022- £nil). The amount owing at the year end was £0 (2022- £0).

The trust has supported it's wholly owned subsidiary during the year and has an unsecured loan due from the company which has a balance at 31 August 2023 of £136763 (2022- £150000).

The loan is repayable in full on 13 July 2025, 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 2023

22 Subsidiaries

These financial statements are separate trust financial statements for Cranedale Educational Charitable Trust for the year ending 31 August 2023.

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 2023 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	(3,401)	(6,227)

The investments in subsidiaries are all stated at fair value.

23 Cash generated from operations	2023 £	2022 £
(Deficit)/surplus for the year	(100,843)	107,622
Adjustments for:		
Investment income recognised in statement of financial activities	(11,879)	(3,309)
Depreciation and impairment of tangible fixed assets	23,137	27,198
Movements in working capital:		
Decrease/(increase) in stocks	5,118	(4,473)
Decrease/(increase) in debtors	23,550	(57,125)
Increase/(decrease) in creditors	44,951	(33,161)
Cash (absorbed by)/generated from operations	(15,966)	36,752

CRANEDALE EDUCATIONAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

24 Analysis of changes in net funds

	At 1 September 2022 £	Cash flows £	At 31 August 2023 £
Cash at bank and in hand	148,695	(20,230)	128,465
Loans falling due within one year	(5,800)	300	(5,500)
Loans falling due after more than one year	(41,235)	5,205	(36,030)
Obligations under finance leases	(3,776)	594	(3,182)
	<u>97,884</u>	<u>(14,131)</u>	<u>83,753</u>