



**THE ORPHEUS CENTRE TRUST  
TRUSTEES' REPORT AND ACCOUNTS  
FOR THE YEAR ENDED 31 AUGUST 2022**



Charity No.1105213

Companies House no. 05089501



**Annual report and financial statements for the year ended 31 August 2022**

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## Annual report and financial statements for the year ended 31 August 2022

### Legal and Administrative Information

The Directors and Management Board of  
The Orpheus Centre

John Beer OBE (Chair) (resigned April 2022)  
Howard Webber (Chair) (elected April 2022)  
Chris Burling  
Gordon Curtis  
Tony Elias (resigned April 2022)  
Virginia Fenton  
Samuel Massiah (appointed October 2021)  
Sir Richard HZS Stilgoe OBE  
Helen Swain (resigned April 2022)  
Neil White  
Vikranth Chandran (appointed April 2022)  
Tom McLaughlan (appointed April 2022)  
Annette Schwartz (appointed April 2022,  
resigned May 2022)  
Jane McSherry (resigned November 2021)

CEO

Rachel Black

Key Management personnel

Richard Clark  
Jay Harris  
Tom Harris  
James Hunt (resigned June 2022)  
Moir Lambert  
Sam Owen  
Chloe Smith  
Peter White (appointed September 2022)

Company Number

05089501

Charity Number

1105213

Registered Office and principal address

Orpheus Centre  
North Park Lane  
Godstone  
Surrey  
RH9 8ND

Auditors

Moore Kingston Smith LLP,  
Chartered Accountants  
Betchworth House  
57-65 Station Road  
Redhill, Surrey  
RH1 1DL

Bankers

Coutts & Co,  
440 Strand  
London, WC2

The Orpheus Centre Trust



## **Annual report and financial statements for the year ended 31 August 2022**

The trustees present their report and accounts for the year ended 31 August 2022.

### **Incorporation**

The Trust was incorporated on 31 March 2004 and is a private company, limited by guarantee and not having a share capital. The Company commenced its activities on 6 April 2004.

### **Structure, Governance and Management**

#### **Governing document**

The charity is governed by its Memorandum and Articles of Association dated 19<sup>th</sup> April 2022, which are an update of the 2004 document, reviewed at the AGM in April 2021 and formally adopted at the April 2022 AGM. The trustees are members, each of whom guarantees to contribute £1 in the event of the charity being wound up. The Memorandum and Articles have been reviewed and updated to reflect our purpose and references to current law.

#### **Related Parties**

The Orpheus Centre is connected to another charity, The Alchemy Foundation, with which it cooperates in the pursuit of charitable objectives. The Alchemy Foundation provided a grant of £44,860 (2020-21: £Nil) to cover the annual salary costs of two members of the Fundraising team.

#### **Appointment of Trustees**

A revision of the Memorandum and Articles of Association was approved this year, including the method for appointment and re-election of trustees. Trustees shall be elected by the members at an AGM or co-opted by the Trustees for a period of years determined by the members at the AGM but not more than three. A Trustee may be re-elected for further terms of not more than three years each, but no Trustee shall serve for more than nine consecutive years, unless the members, after careful consideration, decide (stating their reasons) that it would be in the best interests of the Charity for a particular Trustee to continue to serve beyond that period and that Trustee is reappointed in accordance with the Articles. Sir Richard Stilgoe is a permanent trustee.

The methods used to recruit new charity trustees include advertisement on our website and social media, other advertising and use of specialist trustee recruitment bodies. Applicants are shortlisted and then interviewed by a panel of existing trustees.

Trustees are advised of their responsibilities under charity law and mandatory training opportunities are made available, both on line and face to face. Individual meetings for all trustees with the Chair of the Board take place annually where further individual development opportunities may be offered.

#### **Organisation**

Trustees are charged with making decisions with regard to the charity's business, strategic direction and main areas of policy. Trustees delegate day-to-day leadership to the Chief Executive, who constructs business and strategic plans for scrutiny, amendment and adoption by the Board. The Chief Executive is responsible for operational management.



## **Annual report and financial statements for the year ended 31 August 2022**

The Trustee Board, made up of the Trustee Directors, meets every three months. Three members must be present for the meeting to be quorate, but for the annual general meeting a minimum of 5 trustees must be present. A representative of the Mark Leonard Trust (MLT) attends occasional board meetings in accordance with that funding agreement.

Committees of the Board are: Finance and HR (also responsible for IT), Quality and Learning, Domiciliary Care, Housing and Estates [also responsible for Health and Safety], and Fundraising and Marketing. Committee meetings are every 3 months to ensure accountability and compliance in key areas, assure our strategic objectives and to support staff in every department. The committees of the Board of Trustees can include external experts: this year, Quality and Learning, Care, Fundraising and Finance have had attendees in this capacity. Senior managers are also members of each committee.

An executive Health and Safety group met every three months and a trustee used to attend. During the year, the process changed so that trustee attendance is no longer required but the minutes of these meetings are reported to the Housing and Estates Committee, which is in line with the Health and Safety at Work Act 1974. From the academic year starting September 2022, more frequent meetings have been held by the executive team to incorporate wider staff membership and have continued to report the minutes of meetings to the Housing and Estates Committee.

The Development Group ceased operation in 2022, with the members moving instead to support specific events, including those associated with the 25<sup>th</sup> anniversary of Orpheus.

## **Objectives and Activities**

### **Purposes and Aims**

Our charity's purposes as set out in the objects contained in the memorandum of association are:

- The relief of young disabled people in particular but not limited to the foregoing by the provision of care facilities
- The advancement of education for young disabled people through the provision of:
  - a structured curriculum, training, learning and other activities which supports their aspirations and progress towards independent living
  - opportunities to participate in the performing arts as creators, performers, technicians, administrators and audiences

The Aims of our charity are:

- To support young disabled adults who have interests and talents in the performing and visual arts to achieve the Preparing for Adulthood outcomes through participating in inclusive performance and exhibition opportunities and a personalised learning programme
- To empower our students to live as independently as possible and contribute to their local community
- To foster relationships with local, regional and national communities to bring young disabled adults into the workplace

## **Annual report and financial statements for the year ended 31 August 2022**

### **How we ensure our work delivers our aims**

We review our work in relation to our aims, objectives and activities each year through Trustee and senior management meetings and Board meetings, and with reference to the Orpheus strategic plan 2021 -2025, which was launched in the spring of 2021.

We measure our success through delivery of yearly Operational Plans, aligned to our strategy, as well as KPIs approved by each Board Committee and by ratings from regulatory bodies and awarding bodies.

Student satisfaction with our personalised study programme, accommodation and activities associated with the arts is measured through anonymous student surveys, tenant meetings and the student council forum where any issue can be raised. The Student Council Board Representatives provide an in-person report to the Trustee Board Meetings every three months concerning issues the student body wish to raise with Trustees.

### **How our activities deliver public benefit**

The trustees have referred to and have regard for the Charity Commission's public benefit guidance. We have taken it into account through review of our aims and objectives and ensuring that decisions arising from our strategic direction sustain and improve our charitable activities to benefit young disabled adults using visual and performing arts.

All our charitable activities are focused on the UK's vision to build a society which is fully inclusive of disabled people ensuring that they have choice and control over their own lives and are able to live the lives they choose to lead. We are actively improving equality, diversity and inclusion through completion of our initial four year plan, as well as consulting with internal stakeholders to develop a new plan and goals. We remain a Disability Confident employer, with our progression to Disability Confident Leader status awaiting our partnership with an external Disability Confident Leader organisation.

We raise awareness of disability issues at a local and national level through communication with MPs and government ministers, council mayors and inspirational outreach performances. Our students raise awareness and funds for national charities and are encouraged to participate in voluntary activities to help others. They are enthusiastic and keen to overcome barriers to their participation in society. As alumni, our students continue to make a difference to awareness of disability through performance and workshops for other disadvantaged young adults as well as ambassadorial activity for the Centre.

We support our students, who have talents in performing and visual arts, to realise their potential and make a positive contribution to their local community. We do this through accredited qualifications, English and maths skills, independent living, travel and work skills, with a focus on employment. Our supported housing service enables students to transition from the parental home to living in the community as independently as possible when they are ready to do so.

During 2021-22, Covid restrictions continued to have some influence, particularly as many of our students had been classed as clinically extremely vulnerable. However, learning 'bubbles' were discontinued, enabling improved social interaction for students, along with increasing off-site activity such as arts experiences and work experience, and a happy return for us to live performance work. At times, as required due to infection, we utilised remote learning provision for individual students, tailored to their specific needs and with regular and frequent check-ins from tutor to home.

## **Contribution of Volunteers**

Volunteers have had a positive impact on the Orpheus for the year 2021-2022. The number of people volunteering this year peaked at 119 [2020-21: 108] with the number of hours donated throughout the year totaling 7784 [2020-21: 7065]. The equivalent cost of this at this year's living wage is £79,402 [2020-21: £67,117.50]. We have continued to diversify our volunteer group by having a good range of roles available, including evening, weekend and remote opportunities. We continue in our undertaking to recruit more volunteers with disabilities and this year we have worked with alumni students to be volunteer ambassadors for the Orpheus Centre. This helps to build their CVs and, with the support of their staff mentor, they are learning some basics about working life. Reception has continued to be managed entirely by volunteers, who work wonderfully as a team and provide a warm and friendly welcome to the Centre. Their donated time has the equivalent cost saving of £19,838 per year. We will continue in our effort to recruit and retain a diverse and happy volunteer team.

## **Achievements and Performance**

The Orpheus ARTS Strategy (ARTS representing Aspire, Renew, Transform and Service Excellence), launched in the spring of 2021, has 5 years of focused strategic objectives and outcomes. Progress against our main priorities for 2021 -2022 year is as follows:

### **ASPIRE - Continue to improve our employment, health and wellbeing practices for our workforce**

We extended and upgraded our staff room to provide a more accessible and relaxing space which would ensure staff and volunteers were afforded effective breaks during their work time. To make sure pay remains competitive we regularly bench-mark roles and salaries and remain committed to the living wage foundation pledge. To augment our employee benefit package, we increased our employer pension contribution & introduced a death in service benefit which placed a range of self-directed wellbeing applications at each employee's disposal.

We had a successful application to the Government Kickstart Scheme which provided funding to create new jobs for 16 to 24 year olds on Universal Credit who were at risk of long term unemployment. Reflective of our organisational strategy, and working in partnership with Job Centres, we developed and marketed new roles particularly for disabled applicants.

### **RENEW - Progressing our plans for development of the Orpheus site to deliver future focused premises for learning and working which minimise environmental impact.**

We appointed a range of specialist consultants to support our considerations and plans for the development of a new college and a nature trail to increase accessibility to nature for disabled people. With the help of client representatives, architects, a planning consultant, and quantity surveyor, we have developed a concept design which will support both build and fundraising feasibility studies as well as pre-planning applications. Meanwhile, internal renovations ensured existing buildings and spaces continue to meet student need through an extended dining area, including a separate low arousal room, a new transition learning space for those students in their final year, spaces for a shop and a radio station, replacement doors and sustainable, composite outdoor furniture. We continued our journey towards sustainable business by implementing the Green Kitchen scheme for catering, an organisational energy awareness focus group, and improving recycling in all space.



## **Annual report and financial statements for the year ended 31 August 2022**

**TRANSFORM – Actively influencing external groups to transform society, all our activities with and for young disabled people should ensure a better life experience for them: better housing, better employment, and better social lives.**

To underpin a strategic approach to partnership developments, we have developed maps of existing and potential networks for student recruitment, work placements, outreach and employer engagement activities, including universities, feeder schools, funding, theatres, galleries, artists, arts organisations and employers. Alongside this, we recruited an Artistic Placements Officer to focus on an artistic employment programme for our students. Our curriculum team supported students to showcase their skills through participation in the National Youth Parliament and performance at a national conference for specialist colleges. Our outreach programme included collaborations with the Brit School, a pop up shop in the Belfry shopping centre, and performance at the annual NatSpec conference and All England Dance.

### **SERVICE EXCELLENCE - working together to promote outstanding standards in all that we do.**

We received an award from NatSpec for our student Wellbeing programme, developed using our learning from the pandemic and recognising the wider mental health challenges that young people face today. To promote the health and wellbeing of our students and workforce we completed the building of an accessible outdoor gym and games area, refurbished the staff room and opened a student-led Enterprise Café.

To maintain a fully accessible estate, we continued our programme of window and door upgrades, extended our dining provision, refurbished our sensory and student wellbeing hubs, and upgraded our emergency call system. Wide stakeholder engagement was undertaken to form new 4 year EDI objectives for 2023-26, we implemented our Gender Diversity Action Plan, and we improved the process and visibility of access to work support.

Our IT provision continued its upgrade, including the implementation of improved management information systems for the learning and fundraising departments, IT hardware renewal, & progression of Cyber Essentials accreditation

With governance in mind, we implemented a planned cycle of recruitment and retirement in accordance with our revised and approved Memorandum and Articles. To support our Trustees, we designed a board assurance framework to support oversight of all our operational activity. Care and learning quality cycles were aligned and a 5 year compliance and management plan for our estates was initiated.

### **FUNDRAISING**

We would like to thank all those who took part in our events and challenges this year to raise funds. For every £1 spent we raised £1.25 (2020-21 £1.02) - total fundraising income/ total fundraising expenditure. With central costs removed for every £1 spent we raised £1.83 (2020-21 £1.19). This is an increase of 54% on last year, largely due to increased opportunities as Covid restrictions reduced.

Non-compliance with fundraising regulations is a risk mitigated by our registration with the Fundraising Regulator and adherence to the highest standards of fundraising practice as in the Code of Fundraising Practice. Orpheus received no complaints about fundraising this year. The Orpheus Centre is committed to providing a positive donor experience and we enjoy a long-term relationship with our supporters based on trust. Fundraisers working on behalf of Orpheus, who encounter either vulnerable potential donors or those who lack mental capacity, arrange appropriate additional support to ensure they make



## **Annual report and financial statements for the year ended 31 August 2022**

an informed decision to donate. Our fundraisers (both staff and volunteers) are familiarised with the Fundraising Code of Conduct to ensure that it is applied properly. Individual donors are written to occasionally to ask them to support our work, and applications are made to a number of charitable trusts, foundations and companies for grants as well as holding special events. Occasionally third parties are used to write large grant applications to statutory bodies or foundations. This activity is monitored by the Head of Fundraising using our Third-Party Fundraising policy which states the standards we expect.

### **Thanks to the following funders**

The Orpheus Centre has been fortunate to receive funding from several non-statutory sources over the last year. The Board would therefore like to thank the following organisations, individuals, trusts and foundations for the generous support that they have given:

Axa Assistance, No Fear Bridge, HDI Global Specialty, Gatwick Airport Community Trust, The Perfume Shop, Fairalls, Woodward Menswear, Think Systems, Team Frames Trade & Retail, RR Elite Wines, Rickety Bridge Winery, The Spot, Ricoh, Golf Escapes, Nutfield Priory Hotel and Spa, West Sussex Golf Club, Tandridge Golf Club, Silent Pool, Rayners Estate Agents, Feu Diamonds, Squerries, Hilton Hotels, English National Opera, Intersport, Notre Dame School Cobham

Colin and Naomi Hall, Brian and Erica Flood, Stuart Nassos, Geoff and Fiona Squire, The Hallett Family, Jim and Liz Madden, Marilyn Fry, Lucy Arterton, Joanna Lumley OBE, Dame Judi Dench CH DBE FRSA, Sir Tim Rice, Ann Lovelace MBE

Alchemy Foundation, Arnold Clarke Community Fund, Bloss Family Foundation, Borrowes Trust, Community Foundation for Surrey, D'Oyle Carte Charitable Trust, Emmanuel Kaye Foundation, Freddie Green Family Charitable Trust, George Goodsir Foundation, Guild of the Nineteen Lubricators, Joseph & Lillian Sulley Foundation, Kirkwood Memorial Fund, Mark Leonard Trust, Pears Foundation, St James's Place Foundation, Victoria Wood Foundation, Co-operative Community Fund

### **Who used and benefitted from our services?**

We recruited students with a broad range of disabilities from across the UK, with the majority originating from Southeast England and London. We had 62 students in total, of whom 16 were new starters in September 2021. 43.6% identified as male, 56.4% identified as female, and 4.8% identified as black, Asian or minority ethnicity.

## **Financial Review Investment and Reserves Policies**

### **Income and expenditure**

Total incoming resources for The Orpheus Centre Trust in 2022 were £3,861,787 (2021:£3,255,686) which comprised unrestricted income £2,873,475 (2021:£2,736,296) and restricted income £988,312 (2021:£519,390).

Expenditure by the Centre is dominated by staff salaries and the maintenance of our facilities and equipment. The total expenditure for 2022 is £3,612,422 (2021: £3,097,758) the increase caused largely by higher employment costs and augmented staff numbers to meet increased student numbers.

The Orpheus Centre Trust

## **Annual report and financial statements for the year ended 31 August 2022**

The Centre's surplus for 2022 has increased to £249,365 (2021: £157,928) reflecting tighter budget setting and control despite reduced income due to the ongoing impact of Covid restrictions upon a range of fundraising income streams.

### **Investment policy**

Orpheus seeks to produce the best financial return within an acceptable level of risk. The investment objective is to achieve capital growth at least in line with inflation (RPI) and a stable growing income stream.

The risk is spread by investing in a variety of low-medium risk mandates which are managed by three companies with whom a further £450,000 was transferred in the year. They report annually to the Finance Committee. Investments are easily accessible when required to mitigate unplanned expenditure without affecting our reserves.

At 31 August 2022 the Charity held investments valued at £2,764,222 (2021: £2,508,838). Our return on investments for 2021-2022 was a loss of £194,616 compared to a gain of £245,715 for 2020-2021. This reflected a difficult year for financial markets which continued to grapple with high levels of inflation and concerns over a possible recession.

### **Reserves and Reserves Policy**

The Orpheus Centre relies on a mixture of income from a variety of sources to fund its activities and the continued investment in our services and facilities. Our activities and the markets in which we operate have a degree of uncertainty driven by developing Commissioning models and the constraints of public funding. The reserves policy aims to ensure that the Orpheus Centre has appropriate liquidity to build resilience against short term or sudden fluctuations in income or cost levels, unplanned urgent substantial repairs and maintenance expenditure or the need to transform our services in response to developing commissioning strategies. We are committed to providing services to our students (beneficiaries) and want to be confident that our reserves policy is fit for purpose, particularly given their vulnerability. Our reserves are an inherent part of our strategic risk management process and trustees recognise that the need for reserves will vary depending on our financial position and our assessment of the risks faced at any time. Balancing the short term need for spending on our core programmes with the need to maintain stability in the longer term is always considered. This year the Board continued to adopt the reserves policy to identify and designate reserves to long term building funds leaving six months of operating costs as general reserves (2022: £1,763,859; 2021: £1,548,879) noting the significant increase in operational costs this year. The policy will be reviewed and monitored along with the finances and should there be any future requirement to release more reserves, there is more than sufficient capacity to do so. Cash plus investments as at 31st August 2022 was £3,278,085 (31 August 2021 was £3,514,208).

Restricted reserves at 31st August 2022 were £380,197 (2021: £548,186). The balance at the same date on the expendable endowment fund was £2,094,770 (2021: £2,179,101) with depreciation of £84,331 (2021: £84,331) being charged against the fund.

Unrestricted funds at 31st August 2022 were £5,155,578 (2021: £4,848,509) of which £3,391,719 represents designated funds (2021: £3,299,630). The remaining unrestricted reserves of £1,763,859 (2021: £1,548,879) representing 6 months of operating expenditure. The minimum reserves policy agreed by the trustees is to have at least 6 months' worth of operating expenditure.

## Risk management

The Board and executive team reviewed the content of the risk register quarterly through both Board and Board committee meetings to accurately reflect current circumstances, enable historical analysis and facilitate ongoing review. Both the likelihood and impact scores of each risk and their mitigation are considered and updated as required, with an annual review of all risks by the Board.

During 2021-22, Covid continued to be managed in accordance with government guidance, with vaccination boosters promoted to all staff and students. Case rates on site remained low, increasing as all societal restrictions lifted during the early months of 2022. Covid testing was no longer required routinely after August 2022.

The Designated Safeguarding Team had its membership enhanced from the start of the 2021-22 academic year, comprising CEO, COO, Principal and both Assistant Principals, Head and Deputy Head of Care, and Curriculum Manager. We continue to report safeguarding matters to local authority teams as required and include notifications to CQC, Charity Commission and key funders where necessary. In addition, two Ofsted consultants reviewed provided external quality assurance of the safeguarding procedures and practice throughout the year.

## Future plans

Our plans for 2022-23 are set out below as they are written in our business plan and strategy.

**Aspire:** Further our culture, behaviours and leadership throughout the organisation to reflect the diversity of society and change we aspire to represent. Maintain excellent student recruitment and donor stewardship.

**Renew:** progress our site development plans to establish an implementation schedule, including on-going maintenance and improvement of existing facilities.

**Transform:** Implement the Orpheus Arts Centre to show case student skills and welcome existing and new partners to our college, through which we will facilitate changes to hearts and minds in wider society regarding disabled young people's place in society.

**Service excellence:** Renew our curriculum, teaching, learning and assessment, incorporating the continuation of our digitalisation journey and improved staff and volunteer training. Continue to improve communications internally and externally, including Parent/Carer training and support.

## Statement of Trustee Responsibilities

The trustees (who are also directors of The Orpheus Centre Trust for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice, including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland).

Company law requires trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and

## **Annual report and financial statements for the year ended 31 August 2022**

application of resources, including the income and expenditure, of the charitable company for that period.

In preparing these financial statements the trustees are required to:

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

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

In so far as the trustees are aware:

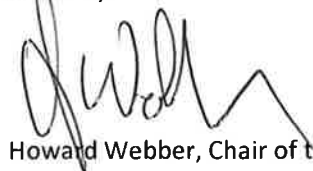
- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

### **Auditors' statement**

Moore Kingston Smith LLP have indicated their willingness to continue in office and, in accordance with the provisions of the Companies Act, it is proposed that they be reappointed auditors for the ensuing year.

The Trustees' Annual Report, which incorporates the Strategic Report, is approved on 26<sup>th</sup> April 2023 by the Trustees of the charity in their capacity as Directors of the charity under company law and is signed on its behalf by:

A handwritten signature in black ink, appearing to read "Howard Webber", written over a horizontal line.

Howard Webber, Chair of the Board of Trustees

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ORPHEUS CENTRE TRUST**

### **Opinion**

We have audited the financial statements of The Orpheus Centre Trust ('the charitable company') for the year ended 31 August 2022 which comprise the Statement of Financial Activities including the Income and Expenditure Account, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the trustees' annual report have been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the trustees' annual report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on page 11, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

## **Auditor's Responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



**Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud**

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charitable company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charitable company and considered that the most significant are the Companies Act 2006, the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.
- We obtained an understanding of how the charitable company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

### Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



**James Saunders (Senior Statutory Auditor)**

for and on behalf of Moore Kingston Smith LLP,  
Statutory Auditor

Betchworth House  
57-65 Station Road  
Redhill  
Surrey  
RH1 1DL

Date: 16 May 2023

The Orpheus Centre Trust

Statement of Financial Activities for the year ended 31 August 2022

(Including Income and Expenditure Account)

		Unrestricted Funds	Restricted Funds	Endowment Fund	Year ended 31 August 2022	Year ended 31 August 2021
	Notes	£	£	£	£	£
<b>Income and endowments from:</b>						
Donations and grants	2	264,425	183,397	-	447,822	476,571
Charitable activities	3	2,515,603	804,915	-	3,320,518	2,709,841
Other trading activities	4	93,255	-	-	93,255	69,134
Investments		192	-	-	192	140
<b>Total income</b>		<b>2,873,475</b>	<b>988,312</b>	<b>-</b>	<b>3,861,787</b>	<b>3,255,686</b>
<b>Expenditure on:</b>						
Raising funds		357,287	-	-	357,287	464,862
Charitable activities		2,030,371	1,224,764	-	3,255,135	2,632,896
<b>Total expenditure</b>	5	<b>2,387,658</b>	<b>1,224,764</b>	<b>-</b>	<b>3,612,422</b>	<b>3,097,758</b>
<b>Net income before gains on investments</b>		<b>485,817</b>	<b>(236,452)</b>	<b>-</b>	<b>249,365</b>	<b>157,928</b>
<b>Net gains/(losses) on investments</b>	9	<b>(194,616)</b>	<b>-</b>	<b>-</b>	<b>(194,616)</b>	<b>245,715</b>
<b>Net income</b>	7	<b>291,201</b>	<b>(236,452)</b>	<b>-</b>	<b>54,749</b>	<b>403,643</b>
<b>Transfers between funds</b>	13	<b>15,868</b>	<b>68,463</b>	<b>(84,331)</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds for the year</b>		<b>307,069</b>	<b>(167,989)</b>	<b>(84,331)</b>	<b>54,749</b>	<b>403,643</b>
<b>Reconciliation of funds</b>						
Funds brought forward		4,848,509	548,186	2,179,101	7,575,796	7,172,153
<b>Funds carried forward</b>	13	<b>5,155,578</b>	<b>380,197</b>	<b>2,094,770</b>	<b>7,630,545</b>	<b>7,575,796</b>


There were no gains or losses during the year other than those included in the statement of financial activities.

**The Orpheus Centre Trust**  
**Balance Sheet at 31 August 2022**

		<b>2022</b>	<b>2021</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>Fixed assets</b>			
Tangible fixed assets	<b>8</b>	4,304,738	4,106,556
Investments	<b>9</b>	2,764,222	2,508,838
<b>Total fixed assets</b>		<b>7,068,960</b>	<b>6,615,394</b>
<b>Current assets</b>			
Debtors	<b>10</b>	213,593	157,539
Cash at bank and in hand		513,863	1,005,370
<b>Total current assets</b>		<b>727,456</b>	<b>1,162,909</b>
<b>Liabilities</b>			
Creditors: amounts falling due within one year	<b>11</b>	165,871	202,507
<b>Net current assets</b>		<b>561,585</b>	<b>960,402</b>
<b>Total assets less current liabilities</b>		<b>7,630,545</b>	<b>7,575,796</b>
<b>Total net assets</b>		<b>7,630,545</b>	<b>7,575,796</b>
<b>Represented by:</b>			
Endowment funds	<b>13</b>	2,094,770	2,179,101
Restricted funds	<b>13</b>	380,197	548,186
Unrestricted funds	<b>13</b>	5,155,578	4,848,509
		<b>7,630,545</b>	<b>7,575,796</b>

Companies House no: 05089501

Approved by the Board on 26/4/23 and signed on its behalf by

  
Howard Webber, Chairman

**The Orpheus Centre Trust**  
**Statement of Cash Flows for the year ended 31 August 2022**

		<b>Year ended 31 August 2022</b>	<b>Year ended 31 August 2021</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>Net cash provided by operating activities</b>	<b>a</b>	456,059	549,608
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(497,566)	(196,237)
Purchase of investments		(450,000)	(600,000)
Disposal proceeds		-	3,232
<b>Change in cash and cash equivalents</b>		<u>(491,507)</u>	<u>(243,397)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>1,005,370</u>	<u>1,248,767</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u>513,863</u>	<u>1,005,370</u>
<b>a. Reconciliation of net income to net cash inflow from operating activities</b>			
Net income before gains on investments		249,365	157,928
Adjustments for:			
Depreciation and write-off of fixed assets		297,875	252,119
Loss on disposal of fixed assets		1,509	2,118
Decrease/ (increase) in debtors		(56,054)	54,422
(Decrease) / increase in creditors		(36,636)	83,021
<b>Net cash provided by operating activities</b>		<u>456,059</u>	<u>549,608</u>

**The Orpheus Centre Trust**  
**Notes to the Financial Statements for the year to 31 August 2022**

**1.ACCOUNTING POLICIES**

**Basis of accounting**

The Orpheus Centre Trust is a charitable company limited by guarantee domiciled and incorporated in England and Wales. The registered office is Orpheus Centre, North Park Lane, Godstone, Surrey, RH9 8ND. Every member of the charitable company undertakes to contribute to the assets of the charitable company in the event of it being wound up but not exceeding £1.

The financial statements are prepared in Sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest pound.

The charity meets the definition of a public benefit entity under FRS 102. The financial statements have been prepared in accordance with the accounting policies set out in notes to the financial statements and comply with the charity's governing document, the Companies Act 2006, the Charities Act 2011 and in accordance with the 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 (The FRS 102 Charities SORP).

**Going concern**

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable company to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the trustees have considered the charitable company's forecasts and projections. After making enquiries the trustees have concluded that there is a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. The charitable company therefore continues to adopt the going concern basis in preparing its financial statements.

**Income**

All income is recognised where there is an entitlement to the funds, the receipt is probable and the amount can be measured reliably. Deferred income represents amounts received for future periods and is released to income for the period for which it has been received.

Government grants comprise amounts received during the year adjusted for income which relates to future periods.

**Expenditure**

Expenditure is included on an accrual basis.

Costs of generating funds are those incurred in attracting voluntary income.

Expenditure on charitable activities comprises those costs incurred on the learning programme, the provision of domiciliary care and supported housing. It includes both costs that can be allocated directly to those activities and those costs of an indirect nature to support them.

Governance costs are associated with the governance arrangements of the charity and include the cost of external audit fees. These have been included in support costs.

Central services staff costs, administrative expenses and overheads are allocated to the costs of raising funds and charitable activities on the basis of time spent by staff on these activities.

**Fund accounting**

Unrestricted funds are donations and other income receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

Designated funds are unrestricted funds which have been designated for specific purposes by the trustees.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of management and support costs.

**The Orpheus Centre Trust**  
**Notes to the Financial Statements for the year to 31 August 2022**

**1.ACCOUNTING POLICIES (CONTINUED)**

**Tangible fixed assets**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on a straight line basis at rates calculated to write off the cost less estimated residual value of each asset over its expected life.

The depreciation rates are as follows:

Freehold buildings	50 years
Building improvements	10 years
Musical instruments	5 years
Furniture and equipment	5 years
Computer equipment and music technology	3 years
Motor vehicles	4 years

Land is not depreciated.

The threshold for capitalising tangible fixed assets is £250.

**Operating leases**

Rentals applicable to operating leases are charged against expenditure over the period in which the cost is incurred.

**Pensions**

The Charity operates a defined contribution pension scheme. Contributions payable for the year are charged in the Statement of Financial Activities.

**Financial instruments**

**a. Cash and cash equivalents**

Cash and cash equivalents include cash at banks and in hand and short term deposits with a maturity date of three months or less.

**b. Debtors and creditors**

Debtors and creditors receivable or payable within one year of the reporting date are carried at their transaction price.

**c. Fixed Asset Investments**

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

**Critical accounting estimates and areas of judgement**

In the view of the trustees applying the accounting policies adopted, no judgements were required that have a significant effect on the amounts recognised in the financial statements nor do any estimates or assumptions made carry significant risk of material adjustment in the next financial year.



**The Orpheus Centre Trust**

**Notes to the Financial Statements for the year ended 31 August 2022**

**2 INCOME FROM DONATIONS AND GRANTS**

<b>Year ended 31 August 2022</b>	<b>Unrestricted Funds £ 2022</b>	<b>Restricted Funds £ 2022</b>	<b>Endowment Funds £ 2022</b>	<b>Total Funds £ 2022</b>
Donations	204,425	93,906	-	298,331
Grants	60,000	89,491	-	149,491
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total donations</b>	<b>264,425</b>	<b>183,397</b>	<b>-</b>	<b>447,822</b>
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Year ended 31 August 2021</b>	<b>Unrestricted Funds £ 2021</b>	<b>Restricted Funds £ 2021</b>	<b>Endowment Funds £ 2021</b>	<b>Total Funds £ 2021</b>
Donations	335,062	141,360	-	476,422
Grants	-	150	-	150
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total donations</b>	<b>335,062</b>	<b>141,509</b>	<b>-</b>	<b>476,571</b>
	<hr/>	<hr/>	<hr/>	<hr/>

The Orpheus Centre Trust

Notes to the Financial Statements for the year ended 31 August 2022

3 INCOME FROM CHARITABLE ACTIVITIES

Year ended 31 August 2022	Unrestricted Funds £ 2022	Restricted Funds £ 2022	Endowment Funds £ 2022	Total Funds £ 2022
<b>Learning programme:</b>				
Learning fees	1,670,479	804,915	-	2,475,394
Box office	2,441	-	-	2,441
Grants and donations	-	-	-	-
	<b>1,672,920</b>	<b>804,915</b>	-	<b>2,477,835</b>
<b>Domiciliary care:</b>				
Domiciliary care fees	632,309	-	-	632,309
	<b>632,309</b>	-	-	<b>632,309</b>
<b>Supported housing:</b>				
Rent	210,374	-	-	210,374
Grants	-	-	-	-
	<b>210,374</b>	-	-	<b>210,374</b>
	<b>2,515,603</b>	<b>804,915</b>	-	<b>3,320,518</b>
<b>Year ended 31 August 2021</b>	<b>Unrestricted Funds £ 2021</b>	<b>Restricted Funds £ 2021</b>	<b>Endowment Funds £ 2021</b>	<b>Total Funds £ 2021</b>
<b>Learning programme:</b>				
Learning fees	1,232,375	377,881	-	1,610,256
Box office	206	-	-	206
Grants and donations	-	-	-	-
	<b>1,232,581</b>	<b>377,881</b>	-	<b>1,610,461</b>
<b>Domiciliary care:</b>				
Domiciliary care fees	884,998	-	-	884,998
	<b>884,998</b>	-	-	<b>884,998</b>
<b>Supported housing:</b>				
Rent	214,381	-	-	214,381
Grants	-	-	-	-
	<b>214,381</b>	-	-	<b>214,381</b>
	<b>2,331,960</b>	<b>377,881</b>	-	<b>2,709,841</b>

**The Orpheus Centre Trust**  
**Notes to the Financial Statements for the year ended 31 August 2022**

**4 OTHER TRADING ACTIVITIES**  
**Year ended 31 August 2022**

	Unrestricted Funds £ 2022	Restricted Funds £ 2022	Endowment Funds £ 2022	Total Funds £ 2022
Hire of facilities	46,992	-	-	46,992
Sales of goods and services	20,218	-	-	20,218
Other income	26,045	-	-	26,045
	<b>93,255</b>	<b>-</b>	<b>-</b>	<b>93,255</b>

**Year ended 31 August 2021**

	Unrestricted Funds £ 2021	Restricted Funds £ 2021	Endowment Funds £ 2021	Total Funds £ 2021
Hire of facilities	46,993	-	-	46,993
Sales of goods and services	10,376	-	-	10,376
Other income	11,765	-	-	11,765
	<b>69,134</b>	<b>-</b>	<b>-</b>	<b>69,134</b>

**The Orpheus Centre Trust**  
**Notes to the Financial Statements for the year ended 31 August 2022**

**5 EXPENDITURE**

<b>Year ended 31 August 2022</b>	<b>Staff costs</b>	<b>Other direct costs</b>	<b>Allocation of central costs</b>	<b>2022 Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Cost of raising funds	195,393	49,528	112,366	357,287
Cost of charitable activities:				
Learning programme	1,081,778	175,305	690,727	1,947,810
Residential & domiciliary care	557,531	32,985	270,616	861,132
Supported housing and Estates	203,247	110,204	97,933	411,384
Loss on Fixed Asset Disposals	1,509	-	-	1,509
Governance	31,600	1,700	-	33,300
	<b>2,071,058</b>	<b>369,722</b>	<b>1,171,642</b>	<b>3,612,422</b>
<b>Year ended 31 August 2021</b>	<b>Staff costs</b>	<b>Other direct costs</b>	<b>Allocation of central costs</b>	<b>2021 Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Cost of raising funds	301,124	98,027	65,711	464,862
Cost of charitable activities:				
Learning programme	1,096,262	79,407	275,985	1,451,654
Residential & domiciliary care	801,886	1,835	289,126	1,092,847
Supported housing	29,529	1,808	26,284	57,621
Loss on Fixed Asset Disposals	-	-	2,119	2,119
Governance	7,655	21,000	-	28,655
	<b>2,236,456</b>	<b>202,077</b>	<b>659,225</b>	<b>3,097,758</b>

**6 EMPLOYEES**

**Number of employees**

The average monthly number of employees during the period was 106 (2021 - 101).

	<b>Year ended 31 August 2022</b>	<b>Year ended 31 August 2021</b>
	<b>£</b>	<b>£</b>
<b>Employment costs</b>		
Salaries and wages	2,191,956	2,004,606
Social security costs	205,239	168,612
Pension Costs	74,531	37,286
<b>Total employment costs</b>	<b>2,471,726</b>	<b>2,210,504</b>

The key management personnel of the charity include the trustees. The Trustees received no remuneration or benefits in kind from the Charity. Total reimbursed expenses for the trustees were £1,405 (year ended 31 August 2021 - £Nil).

**Emoluments of Highest Paid Employees**

	<b>Number of Employees</b>		<b>Pension Contributions</b>	
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
£60k-70k	2	1	4,403	1,316
£70k-80k	0	0	0	0
£80k-90k	0	1	0	1,314
£90k-100k	1	0	2,201	0

**The Orpheus Centre Trust**  
**Notes to the Financial Statements for the year ended 31 August 2022**

**7 NET INCOMING/(OUTGOING)RESOURCES**

	Year ended 31 August 2022 £	Year ended 31 August 2021 £
Net incoming resources before transfers are stated after charging:		
Depreciation	297,875	252,119
Bank interest	2	107
Investment management fees	19,687	9,108
Auditors' remuneration	15,144	12,000
Auditors' non-audit remuneration	6,840	14,400

**8 TANGIBLE FIXED ASSETS**

	Freehold land & buildings £	Musical instruments £	Furniture & equipment £	Motor vehicles £	Total £
<b>Cost</b>					
At 31 August 2021	5,488,630	52,987	942,415	94,543	6,578,575
Additions	397,434	-	100,132	-	497,566
Disposals	-	-	(88,901)	-	(88,901)
At 31 August 2022	<b>5,886,064</b>	<b>52,987</b>	<b>953,646</b>	<b>94,543</b>	<b>6,987,240</b>
<b>Depreciation</b>					
At 31 August 2021	1,721,461	36,502	640,103	73,953	2,472,019
Charge for the year	147,516	6,279	134,600	9,480	297,875
Disposals	-	-	(87,392)	-	(87,392)
At 31 August 2022	<b>1,868,977</b>	<b>42,781</b>	<b>687,311</b>	<b>83,433</b>	<b>2,682,502</b>
<b>Net book value</b>					
At 31 August 2022	<b>4,017,087</b>	<b>10,206</b>	<b>266,335</b>	<b>11,110</b>	<b>4,304,738</b>
At 31 August 2021	<b>3,767,169</b>	<b>16,485</b>	<b>302,312</b>	<b>20,590</b>	<b>4,106,556</b>

**9 INVESTMENTS**

	2022 £	2021 £
Market value as at 31 August 2021	2,508,838	1,663,123
Add: additions to investments at cost	450,000	600,000
Add: net gain/loss on revaluation	(194,616)	245,715
Market value as at 31 August 2022	<b>2,764,222</b>	<b>2,508,838</b>
Historical cost as at 31 August 2022	<b>2,741,238</b>	<b>2,243,005</b>
<b>Split as:</b>	<b>31 August 2022 £</b>	<b>31 August 2021 £</b>
Fixed asset investments	2,764,222	2,508,838
Current asset investments	-	-
	<b>2,764,222</b>	<b>2,508,838</b>
<b>Comprised of:</b>		
Listed equities	2,662,207	2,422,639
Cash held within the investment portfolio	102,015	86,199
	<b>2,764,222</b>	<b>2,508,838</b>

**The Orpheus Centre Trust**  
**Notes to the Financial Statements for the year ended 31 August 2022**

**10 DEBTORS**

	<b>31 August 2022</b>	<b>31 August 2021</b>
	£	£
Student income	36,911	29,803
Other debtors, prepayments and accrued income	176,682	127,736
	<u>213,593</u>	<u>157,539</u>

**11 CREDITORS: AMOUNTS FALLING DUE  
WITHIN ONE YEAR**

	<b>31 August 2022</b>	<b>31 August 2021</b>
	£	£
Other taxes and social security	62,395	57,498
Wages	23,911	8,342
Other creditors and accruals	79,565	136,667
	<u>165,871</u>	<u>202,507</u>

**12 FINANCIAL INSTRUMENTS**

	<b>31 August 2022</b>	<b>31 August 2021</b>
	£	£
<b>Carrying amount of financial assets</b>		
Financial assets measured at fair value through the SOFA	2,764,222	2,508,838
Financial assets measured at amortised cost - debtors less prepayments	148,267	111,170
	<u>2,912,489</u>	<u>2,620,008</u>
<b>Carrying amount of financial liabilities</b>		
Financial liabilities measured at amortised cost	103,476	145,009

**The Orpheus Centre Trust**  
**Notes to the Financial Statements for the year ended 31 August 2022**

**13 MOVEMENT IN FUNDS**  
**Year ended 31 August 2022**

	At 1 September 2021	Incoming resources	Outgoing resources	Transfers	At 31 August 2022
	£	£	£	£	£
<b>Expendable Endowment Fund</b>					
Buildings and equipment	2,179,101	-	-	(84,331)	2,094,770
<b>Restricted funds</b>					
Gorton Fund	5,109	-	(1,928)	-	3,181
Outreach Programme	146,222	1,000	(389)	-	146,833
Learning Programme	-	804,915	(804,915)	-	-
Alchemy Foundation	-	44,860	(44,860)	-	-
COIN	43,733	-	(10,586)	-	33,147
Transitions Fund	221,372	80,936	(133,992)	-	168,316
Minibus Fund	2,527	-	-	-	2,527
Muga	124,056	25,000	(205,236)	56,180	-
Games equipment	116	-	-	-	116
Music lessons	1,000	-	-	-	1,000
Enterprise Café	-	11,700	(8,129)	-	3,571
Sculpture Trail	-	13,340	(448)	-	12,892
Sensory Garden	-	1,000	(10,937)	11,500	1,563
Playing Cards	-	2,561	(3,344)	783	-
Nurse Aid Call System	-	3,000	-	-	3,000
Other activities	4,051	-	-	-	4,051
<b>Total restricted funds</b>	<b>548,186</b>	<b>988,312</b>	<b>(1,224,764)</b>	<b>68,463</b>	<b>380,197</b>
<b>Unrestricted funds</b>					
General funds	1,548,879	2,672,297	(2,375,296)	(82,021)	1,763,859
Designated funds					
Long term Building Fund	1,320,606	-	-	(186,133)	1,134,473
Music lessons	46,220	-	(5,800)	-	40,420
New building supported housing fund	301,793	-	-	(7,539)	294,254
Manor House Fund	47,677	-	-	(16,725)	30,952
Fixed Asset Fund	1,583,334	-	-	308,286	1,891,620
<b>Total unrestricted funds</b>	<b>4,848,509</b>	<b>2,672,297</b>	<b>(2,381,096)</b>	<b>15,868</b>	<b>5,155,578</b>
<b>Total funds</b>	<b>7,575,796</b>	<b>3,660,609</b>	<b>(3,605,860)</b>	<b>-</b>	<b>7,630,545</b>

**Expendable Endowment Fund**

The Expendable Endowment Fund represents donations received specifically for building and equipping the Orpheus Centre. In 2021-22 depreciation on buildings amounting to £84,331 was charged to the fund (2020-21-: £84,331).

**Restricted funds**

*Gorton fund*

The Gorton Fund represents a donation in the memory of a former apprentice to be used for any student wishing to undertake an adventurous activity.

*Outreach Programme*

This programme exists to give young disabled adults the opportunity to support and mentor other disadvantaged or disaffected groups across the UK.

*Learning programme*

The learning programme fund consists of bursaries and grants to fund learning activities during the year.



### 13 MOVEMENTS IN FUNDS (CONTINUED)

#### *Alchemy Foundation*

The Alchemy Foundation grant is towards salary costs in the Fundraising Department.

#### *COIN*

A pilot Communication and Social Interaction Hub for students who have communication and social interaction difficulties and a passion for the creative and performing arts.

#### *Transitions*

This project supports our students to "move on" from the college and live independently once they leave us with an established social support structure and activities, and making a positive contribution to their community.

#### *Minibus Fund*

The Minibus Fund was set up to buy a minibus for student transport.

#### *Muga*

This fund is for the creation of a Multi Use Games Area (MUGA) for students and staff at the Orpheus Centre.

#### *Games equipment*

This fund was created to support the purchase of games equipment for use by our students.

#### *Music Lessons*

This fund is for payment towards the employment of a Musician in Residence.

#### *Enterprise Café*

This fund is to create a small café where students can practise enterprise and food preparation skills. All food items for sale would be prepared on site.

#### *Sculpture Trail*

This fund is to create a sculpture trail and a take away café. The café would provide valuable work experience opportunities for our disabled students, as well as a source of income for the charity. The nature trail would be open to members of the public.

#### *Sensory Garden*

A fund for a water efficient garden providing a sensory experience and bringing positive learning opportunities for our students.

#### *Playing Cards*

This fund was created for one of our students to extend their illustration, art and design skills to produce a pack of playing card to be sold worldwide.

#### *Nurse Aid Call System*

This relates to an upgrade to our Aid Call system which will provide additional safety and security to our students who live on site.

#### *Other activities*

These relate to miscellaneous amounts granted towards funding various smaller activities.

#### **Unrestricted funds**

##### ***General funds***

General funds represent those funds that are unrestricted.

##### ***Designated funds***

The Fixed Asset Fund, New Building Supported Housing Fund and the Manor House Fund have been moved from Restricted Funds into the Designated Funds. The reason for the transfer is that the assets have been constructed and there are no ongoing restrictions in place and they are available to use by the Centre to fulfil its general, charitable activities.

In 2019 a £50,000 legacy from the estate of Joyce Hayes was placed into a fund for music lessons in recognition of the donor's profession as a music teacher.

In 2020 a new designated fund (Long Term Building) was established to budget for capital expenditure on a long term basis (3-5 years).

**14 ANALYSIS OF NET ASSETS BETWEEN FUNDS**

**Year ended 31 August 2022**

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Fixed assets	4,974,190	-	2,094,770	7,068,960
Current assets	347,259	380,197	-	727,456
Current liabilities	(165,871)	-	-	(165,871)
	<b>5,155,578</b>	<b>380,197</b>	<b>2,094,770</b>	<b>7,630,545</b>

**Year ended 31 August 2021**

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
Fixed assets	4,436,293	-	2,179,101	6,615,394
Current assets	614,723	548,186	-	1,162,909
Current liabilities	(202,507)	-	-	(202,507)
	<b>4,848,509</b>	<b>548,186</b>	<b>2,179,101</b>	<b>7,575,796</b>

**15 OPERATING LEASE COMMITMENTS**

The charity's future minimum operating lease payments are as follows:

	<b>31 August 2022 £</b>	<b>31 August 2021 £</b>
<b>Equipment</b>		
Within one year	4,147	1,049
Between two and five years	<u>14,282</u>	<u>1,049</u>

Operating lease payments recognised as an expense were £2,754 (2020-21: £1,746)

**16 RELATED PARTY TRANSACTIONS**

Included in income is £44,860 (2020-21: £Nil) from the Alchemy Foundation to cover the cost of salaries in the Fundraising team. Two of the trustees (2020-21: Two) of The Orpheus Centre Trust are also trustees of The Alchemy Foundation.

**17 CAPITAL COMMITMENTS**

At the year end, the charity had entered into contractual commitments for capital expenditure totalling £78,380 (2020-21: £230,141). Other debtors includes £Nil (2020-21: £33,587) in respect of deposits paid against these commitments.