

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED

England & Wales · Charity number 1113010

Details

Other names	FRIENDS OF THE VICTORIA PAVILION (WINTER GARDENS) MORECAMBE ENTERPRISE LIMITED
Status	Registered
Legal form	Charitable company
Company number	05556536
Registered	2006-02-16
Register	View on the Charity Commission register

Contact

Address	209 Marine Road Central Morecambe LA4 4BU
Phone	01524 409009
Email	admin@morecambewintergardens.co.uk
Website	www.morecambewintergardens.co.uk

Activities

Objects: (1) TO PRESERVE FOR THE BENEFIT OF THE PEOPLE OF THE LOCAL AUTHORITY DISTRICT OF MORECAMBE AND LANCASTER IN LANCASHIRE AND OF THE NATION AT LARGE, THE LAND AND BUILDINGS KNOWN AS THE VICTORIA PAVILION (WINTER GARDENS) MORECAMBE, LANCASHIRE ('THE VICTORIA PAVILION').(2) TO SUPPORT THE CHARITABLE WORK OF THE FRIENDS OF THE VICTORIA PAVILION, MORECAMBE REGISTERED CHARITY NUMBER 1064127.

Activities: Restoration & operation of the Morecambe Winter Gardens Theatre as a viable music and arts venue, restoration and regeneration of the Grade II* listed building. Achieved by income generating activities: event space for hire, usage for commercial music concerts, culture & performance space and operation of catering services. Primary aim is income generation to secure its long term future.

Classification

- **How:** Provides Buildings/facilities/open Space, Other Charitable Activities
- **What:** Arts/culture/heritage/science, Environment/conservation/heritage
- **Who:** The General Public/mankind

Geography

- **Area of benefit:** MORECAMBE AND LANCASTER, LANCASHIRE.
- Cumbria
- Lancashire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£126,950	£163,545	£1,736,804	3
2024-03-31	£165,500	£49,740	-	-
2023-03-31	£241,604	£203,981	-	-
2022-03-31	£429,432	£354,636	-	-
2021-03-31	£561,000	£58,000	£792,600	0

Trustees

Name	Role	Appointed
Dr Vanessa Toulmin Professor	Chair	2017-09-18
Lorna Quinn Mrs		2025-10-14
Michael Ellis		2024-01-30
Paul Stephen Anderton Anderton Mr		2020-01-18
Richard Ryan		2020-06-12
Steve Matthews		2020-06-12

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED

England & Wales - Charity number 1113010

Accounts

Company Registration Number: 5556536

Charity No: 1113010

**MORECAMBE WINTER GARDENS
PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 MARCH 2025**



**John Potter & Harrison
Chartered Accountants and Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH**

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS
YEAR ENDED 30 MARCH 2025

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**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name: Morecambe Winter Gardens Preservation Trust Limited

Charity number: 1113010

Company registration number: 5556536

Registered office: 209 Marine Road West
Morecambe
Lancashire
LA4 4BU

Trustees: Professor V Toulmin
Mr Paul Anderton
Mr Richard Ryan
Mr Steve Matthews
Mr M D O'Neil
Mr C. S Oktem (resigned 8.9.25)
Mr M J Bateson
Mr M Ellis
Mrs L Quinn (appointed 14.10.25)

Auditor: John Potter & Harrison
Chartered Accountants and Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH

Bankers: Santander
28 Penny Street
Lancaster
Lancashire
LA1 1UA

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2025**

The Trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 March 2024.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) referred to as the Charities SORP (FRS102) (second edition – October 2019).

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

Directors and Trustees

The Trustees who served the company during the period and subsequently were as follows:

Professor V Toulmin

Mr Paul Anderton

Mr Richard Ryan

Mr Steve Matthews

Mr M. D. O'Neil

Mr C. S. Oktem (resigned 8.9.25)

Mr M J Bateson

Mr M Ellis

Mrs L Quinn (appointed 14.10.25)

Structure, governance and management:

Company organisation

The company is a charitable company limited by guarantee and does not have a share capital. It was incorporated on 7 September 2005 and registered as a charity on 16 February 2006. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Organisational structure

The board of trustees administers the charity. The trustees hold meetings once a month to discuss the operation with Professor Vanessa Toulmin appointed Chair for five years with an option for a further two if required.

Related parties

Morecambe Winter Gardens Limited was incorporated on 20 February 2013 as a trading company. The share capital of the company is owned entirely by Morecambe Winter Gardens Preservation Trust Limited.

Objectives and activities for the public benefit

The main object of the charity is the ownership, restoration and operation of The Morecambe Winter Gardens, a Grade II* Listed Building. The Winter Gardens operates as both a performance venue and also an historic building and is open through private hire or weekends when it is operated by the volunteers as a café/historic venue for tours and visitors for fundraising purposes through agreement with the Preservation Trust Limited.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2025
(continued)**

Developments and achievements.

From April 2024 onwards our deliverables were as follows

- Complete the terms and conditions of the CDF3 ACE funding to release both the initial revenue funding to enable us to hire project staff which was achieved in April 2024
- Recruited project management team and main building architects to satisfy the criteria laid out in the funding conditions through an open tender process through Bloom. Butress Architects were appointed as the Lead Contractors with Place Capital appointed Project Managers and Appleyard and Trew, Quantity Surveyors.
- The main partnership agreement was agreed with Lancaster and Morecambe College with the start of the Young Creatives project in April 2024 to bring up to 75 work placements through partnerships across Morecambe and Lancaster.
- Completed the full planning application for RIBA 3 to Lancaster City Council in September 2024 and to achieved a fully costed project with the majority of the funding in place for appointment of contractors by March 2025
- Completed the two-year UKSPF funding allocation with the installation of new sound and lighting equipment in November 2024 and the procurement and installation of new windows and stage doors in February 2025 to March 2025,

In June 2024, appointment of 4 new staff relating to the revenue component of the CDF on a mixture of .8FTE to .2 FTE for the following posts, Volunteer Coordinator, Events Manager, Project Assistant and also Marketing Support. The Trust also appointed through the government portal the requisite project team to oversee and implement the capital programme. Additional funding was also secured through UK Shared Prosperity Fund through Lancaster City Council saw the appointment of a Young Creatives support officer at Lancaster and Morecambe College .6 FTE to support the partnership with Morecambe Winter Gardens on the Young Creatives placements throughout the duration of the project. As the original CDF grant was due to start in September 2023 and the final agreements and release of funds started in March 24 the project posts were realigned for a two-year contract commencing in June 2024 to be completed in June 2026. The UKSPF continued to run alongside this grant and was completed by March 2025 with an additional funding request for a one-year continuation of £67,000 submitted in January 2025.

One of the major achievements through the Revenue programme was in November 2024 when we did our first full scale partnership with the Lancashire Music Hub through Opera Magic from the London Festival Opera Company. Over 2000 children from over 30 different schools across Lancashire came to two days of free shows at the Theatre with an additional ticketed event on the Saturday open to the public.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2025
(continued)**

Developments and achievements (continued)

Financial

The Winter Gardens continued to operate and demonstrate profit which is then put back into our funding strategy for external grants. The Limited Company increased its revenue in the last financial with more reduced events in the main building due to ongoing building work and condition reports required. Volunteer income programme – the main revenue return for the Winter Gardens is achieved through rental income with new tenants in the shops Eden Morecambe and Lizzie Collins MP, the heritage tours, the weekend trade through the café, merchandise and tombola, the operational activities of the theatre and the fundraising instigate through the Board of Trustees and the volunteers. The venue fully reopened for the 2024 season in Easter with a continuation of our weekend opening hours of Saturday and Sunday to increase revenue due to previous opening restrictions. Our largest non-funded capital expenditure continues to be the cost of insurance and the now annual cost of the ceiling review undertaken by Hayles and Howe. The volunteers remain an important operational functional function with café income and donations alongside venue hire and grant revenue enabled the operational activities maintained. The financial targets for the revenue continued to increase in line with our projected match funding required for the CDF and UKSPF funding arrangements.

Stakeholder Engagement CDF and UKSPF

We continue to hold regular quarterly updates through reports and funder meetings with both our main funders, Arts Council England and Lancaster City Council through the Shared Prosperity Fund. Both funders are supporting a mixture of capital and revenue which make up the £3.2M grant which was secured in 2023 and was then instigated and delivered throughout 2024 to March 2025. Major achievements in this period included the procurement and installation of a new sound and lighting system for the stage in November 2024 which will enable booking of more live music and the installation of new doors and windows to the back of the building and fly tower

Our partnership with Lancaster and Morecambe College (LMC) started in April 2024 including a four hour session with 121 students ranging from media studies, visual arts and design, engineering and hairdressing and the Young Creatives curated a week in November through our partnership with London Opera Company - LMC appointed the Young Creative post through the UKSPF funding and through out partnership with Lancaster and Morecambe College we did a number of events including 27 students from the Art and Media and Design course. For our partnership with the Association of British Theatre Technicians (ABTT) we did n additional ten students from the wider Morecambe ecology and venues to undergo the Bronze level training to upskill the freelance technical theatre and industry staff in the region.

Audience Engagement and Development

As part of our ongoing business model and within the terms and conditions of the CDF grant it was important to develop our audience engagement both to understand our base line audience the areas of growth and development required and to understand the current visitor ecology. Funding from the Theatres Trust Resilient Theatre Grant enabled the appointment of the Visitor Business in December 2023 and important work for the following season which was continued from April 2024. This work was completed in May 2024 and resulted in a clear fundraising strategy for future engagement with Heritage Lottery Funding, created the template for an audience development strategy and a SWOT analysis of future areas of priorities aligned to the funding that would be required for a full audience engagement strategy. We continued to develop our audience engagement strategy with specific reference to using the revenue funding within the CDF to programme a wide range of music and genres to understand gaps in our audience policies.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
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**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2025
(continued)**

Developments and achievements (continued)

Community and Public Engagement

As part of our continued engagement we received funding for a series of podcasts scripted and put together by the volunteers with support from the University of Sheffield and local podcasters. These covered the history of the building and will be published later in 2025. The Trust continues to engage with the local creative ecology and cultural groups via Lancashire Arts Partnership and continues to be active member of the BID. Our partners for the CDF included partnerships and events with Northern Silents, Morecambe Bay Poetry Festival, Deco Publique through Vintage by the Sea. We also started a number of new community arrangements and opened the theatre to local community and charity groups and worked with organisations such as the Scouts, Morecambe Art Fayre Morecambe Heritage Centre and of course Lancaster and Morecambe College.. The Trust continues to have active and positive support from Lancaster City Council and Tom Brown in particular and the UKSPF team have been essential in helping us reach the match funding targets required for the project. The Trust continues to have active and positive dialogue with Eden Morecambe project team has met with local community artists, local heritage groups in Morecambe and Lancaster and further afield.

Social Media Engagement

With the appointment of a freelance social media coordinator the Winter Gardens has embarked on a strategy of social media engagement. This is a threefold policy to: communicate our funding work on behalf of our funders; to continue our audience development and engagement by informing the public of our ongoing restoration work; to increase and maximise our event activity to bring in further revenue and increase audience development. Our major form of engagement continues to be the Facebook pages which receive monthly views, comments, feedback in the tens of thousands monthly. Currently by the end of March 2025, on Facebook Instagram and all social media platforms we had over 1 Million views on all our platforms with Facebook being the largest and most prolific of our engagement. At the start of April 2024 to promote the start of the season we published a wide range of posts, reels and other promotional works which attracted over 124,000 views and this continued throughout the year culminating in our highest engagement figures in October 2024 of over 175,000 views. This translated into over 2300 visitors to our websites or google engagement an increase of over 10,000, an increase in Facebook followers of nearly 1000 to just over 7000 from 6,122 followers since the same period last year. This current track record, alongside the feedback from users, partners and audiences, has informed the next stages of the development and will continue to be the bench mark for engagement, audience development both in house, in person and online as we progress to the major capital investment and build stage development in 2025. We have also started to instigate paid advertising linked to events and boosting posts to widen our audience beyond our followers and this is proving a successful strategy of engagement. Figures do show that the majority of our viewers are visiting the online posts for heritage related information and as such we are instigating a newsletter and email subscription list for event posting to increase ticket engagement. This has proven very successful for the weekend tours in particular with bookings through Ticket Source.

Fundraising

Our fund-raising strategy covers two aspects, the ongoing revenue costs of the building and prioritising larger capital grants to achieve the necessary grants to instigate major restoration and regeneration of the theatre. Our largest grant being delivered is the CDF grant of which we are at the start of year 2 of the delivery. Further funding initiatives range from smaller grants for specific restoration of decorative features, grants to develop our future capital works and ongoing costs of raising additional costs due to the increases of capital works. The following grants have been highlighted as they fall within this financial period but the delivery of much of the activities will fall into the next financial reports.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
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**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2025
(continued)**

Developments and achievements (continued)

UKSPF. In February 2024 an Expression of Interest and Business Case for continued project delivery for the UK Shared Prosperity Fund (UKSPF) was submitted to Lancaster City Council with a successful confirmation of award received on 6 March 2025 for £67,500. The grant commences on the 4 April 2025 and is split into £43,000 revenue (towards event costs, the continuation of the Young Creatives with LMC, the continuation of ABBT training initiatives of which part of this is matched to the CDF award and £17,500 capital for new initiatives. The capital costs will contribute towards the restoration of the stained-glass windows in the theatre and essential work to the fly tower with all work starting from April 2025 and being completed by March 2026.

Morecambe Town Council. In January 2025 an application to Morecambe Town Council Community Fund was submitted for funding towards the restoration of the stained-glass within the Winter Gardens. A fully costed report was submitted by Pendle Glass with an award of £7405 being successfully awarded at the end of March 2025 for work to be undertaken from April 2025.

Theatres Trust. Award of £8760 to Morecambe Winter Gardens Preservation Trust Ltd for work to support accessibility development at Morecambe Winter Gardens was confirmed in March 2025. The grant award is to fund the work to create an accessibility development strategy for Morecambe Winter Gardens including a first safety plan and training for staff, volunteers and trustees. This funding will be committed and delivered in the following financial period.

Building Management

The major part of the building maintenance in 2024 was the range of surveys required for the full building regulations, continuation of the weekly maintenance through the maintenance volunteers and to continue our statutory reports re the plaster, fire regulations and certification. Hayles and Howe continued their annual maintenance inspection of the ceiling and plaster work and reported no further ingress currently, the LODA testing certification was also undertaken and cleared with additional testing and replacement of some of the lighting bars on the Circle and Upper Levels. Full reports were undertaken through the CDF grants and include structural surveys, geological investigations for the new building and further investigations on the issues facing the Void. Information received during the full fire report on the building initiated further investigation within the Void with the additional structural work resulting in a further £750,000 of additional costs on the project to incorporate this into the full scheme. This became the main priority and necessitated a full risk analysis of the CDF project to enable us to continue the ongoing project but with a risk register that incorporated these issues and the areas of the building which would not be part of the new enhanced capacity. Heritage at Risk Historic England new fund was announced in March 2025 with a submission for EOI in April 2025. The Preservation Trust will be submitting a bid to this fund in order to achieve the necessary funding gaps and additional costs found through structural issues in the Void as reported earlier. This very competitive fund has a turnaround of six weeks from EOI to full submission and if successful we will be informed in July 2025.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
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TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2025
(continued)

Developments and achievements (continued)

Event Management

The Winter Gardens opened again in Easter 2024 with new opening hours of 12pm to 4pm and additional hours relating to specific events. The tours remained at twice daily per weekend with additional tour guides trained up to take the increased demand. As part of our UKSPF and CDF funding we put together a community-based arrangement with local organisations able to make use of the building during our weekly opening hours in the main season including Morecambe Bay Art Fair in the first weekend in July (1&2) which saw over 40 local and regional artists selling their artwork over the weekend period. Morecambe Winter Gardens events in 2024, key happenings included the "Silents by the Sea" festival in June and the 20th November both featuring classic silent films with live music, hosted with Northern Silents with the November shows including Laurel and Hardy, and Battleship Potemkin. We also continued our bi-monthly organ performance by our resident volunteer Mr Peter Jetson whose Sunday afternoon concerts increased visitors and enabled a free performance for tourists and residents alike. Our free largest events in this period in terms of income, visitor numbers or profile included the continued partnership with Vintage by the Sea (31st August to 1st September) with enhanced programming enabling a wide range of content curated by Deco Publique over the weekend which attracted over 7000 visitors. September continued to be our busiest month with over 14,000 visitors recorded including the third Morecambe Poetry Festival held from 19th to the 22nd September which included poets such as Pam Ayres, Lemm Sissay, Henry Normal, Mike Harding, Donna Ashworth, Robin Ince and many more. Radio 4 also broadcast two shows from the Poetry Festival with **Key Radio 4/BBC Connections:**

- **Loose Ends Recording:** The festival opened with a special recording of BBC Radio 4's *Loose Ends* at the Winter Gardens, featuring host Nihal Arthanayake and performers Henry Normal, Donna Ashworth, Mike Harding, and The Lovely Eggs.
- **The Verb Recording:** Henry Normal also recorded a set for another BBC Radio 4 show, *The Verb*, during the festival.
- **Festival Coverage:** Local radio stations like Beyond Radio highlighted the BBC's significant presence and coverage of the event.

Continuing our successful tour and afternoon tea offer from 2023 for specific special interest groups saw the visits of the Blackpool Civic Trust, the Lancaster Civic Trust but bookings had been reduced in anticipation of the building work being started. Due to the delays in the building contracts the venue then reopened briefly in February 2024 for the third annual Baylight Festival which attracted just under 4000 visitors. The Winter Gardens was the main festival venue with large installations on both the exterior and in the interior over the shorter 2-day period. Total visitor number from April 2024 to March 2025 was 51,125 with the split between free entry, tours and live ticketed events as follows - Theatre Tours (340), Young Creatives (27) Events (35,281) and weekend visitors non special events (15,477), a major increase on the previous year.

Governance

Reserves policy, risk management and going concern

The Trust currently employs three staff through external funding criteria so the present need for reserves is minimal and building focused. These areas will be examined when funding streams from the CDF3 relating to revenue and staffing are finished in June 2026. The main object of the charity is the ownership and upkeep of the Morecambe Winter Gardens. As the building has been empty for some time the interior, prior to the ownership of the Trust, had fallen into a state of disrepair. As outlined our main goals were to increase revenue, enable greater conservation and maintenance through grant funding

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2025
(continued)**

Governance (continued)

Reserves policy, risk management and going concern (continued)

The risks identified in the operational model we inherited have now been reviewed and fire assessments, health and safety documents and event policies have been implemented successfully resulting in increase revenue, greater public trust and funding awards. All have continued to be updated in line with current legislations and incorporated into any future activities planned for the building. The volunteers and all Trustees involved in the building operate under the Code of Conduct, and all inductions necessary for working with the Charity. All individuals who did not or will not comply will no longer be associated with the Charity and we have now implemented the following procedures and safeguards.

- Trustee meetings to consider and review the risks the charity may face.
- Written Systems and procedures to mitigate those risks identified.
- The implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

Purpose of the charity's funds

The charity operates two types of funds:-

- i. The Unrestricted Fund is used for operating the charity.
Some of the unrestricted fund can be allocated by the trustees for specific purposes. The trustees have set up a designated fixed asset fund to match the book value of fixed assets less loans secured on them.
- ii. Restricted Funds are set up for specific purposes and monies received may only be used for that purpose. Funds may typically be generated from sponsorships, donations and lottery grants.

Plans for future periods

- Complete tender and appoint a construction company for the large capital build
- Finalise all planning conditions required in the final planning and submission of RIBA 6
- Develop a strategy for any funding deficits especially in light of delays with the project
- Develop event strategy alongside a strong community offer and continue to programme a mixture of community and commercial events
- Be an active part of larger festivals within the town including Morecambe Music Festival
- Continue to operate and deliver the revenue programme and Young Creatives as part of the UKSPF and CDF with Lancaster and Morecambe College
- Start the process of EOI for Heritage Lottery based on the successful work done by the Visitor Business
- Increase revenue to ensure our matching fund targets for the CDF of £50,000 is within target.

Responsibilities of the trustees

The trustees (who are also the directors of Morecambe Winter Gardens Preservation Trust Limited for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2025
(continued)

Responsibilities of the trustees (continued)

Company law and law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities Act 2011. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trust is currently recruiting two additional Trustees and will be working with Voluntary Acton Lancaster on reviewing and recruitment of these posts subject to volunteer expansion. In so far as the trustees are aware at the time of approving our trustees' annual report:

- 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.

Auditors

A resolution to re-appoint John Potter & Harrison as auditors for the ensuing year will be proposed at the annual general meeting in accordance with Section 487(2) of the Companies Act 2006.

Small Company Provisions and Approval

This Report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Approved by the Board of Trustees and signed on its behalf by:



Professor V. Toulmin
Trustee

Date: 17 Dec 2025

Registered Office:
209 Marine Road West
Morecambe
Lancashire
LA4 4BU

Company registration number: 5556536

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED**

Opinion

We have audited the financial statements of Morecambe Winter Gardens Preservation Trust for the year ended 30 March 2025 which comprise the group statement of financial activities, the group and parent company statement of financial position and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, subject to the matters reported on by exception below, the financial statements:

- give a true and fair view of the state of the group's and of the Charitable company's affairs as at 30 March 2025 and of its incoming resources and application of resources for the period 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 applicable law and International Standards on Auditing (UK) (ISAs (UK)). 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 group and 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. 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.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

Other information (continued)

In connection with our audit of the financial statements, 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 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 or a material misstatement of the other information. 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 trustees' report (incorporating the directors' report) for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group charitable company and its environment obtained in the course of the audit, we have not identified misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which 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 group 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement (set out on pages 7-8), 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 group 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 group 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 group charitable company or to cease operations, or have no realistic alternative but to do so.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below. Our approach to identifying and assessing the risks in respect of irregularities and non-compliance with laws and regulations, was as follows:

- the senior statutory auditor ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with the trustees and other management;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, the Charities Act 2011, taxation legislation and data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statement to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquires of trustees as to where they considered there was susceptibility to fraud, their knowledge of actual and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through trustee bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships; and
- investigated the rationale behind significant or unusual transactions.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

Auditor's responsibilities for the audit of the financial statements (continued)

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing the financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of trustees as to the actual and potential litigation claims; and
- reviewing correspondence with relevant regulators.

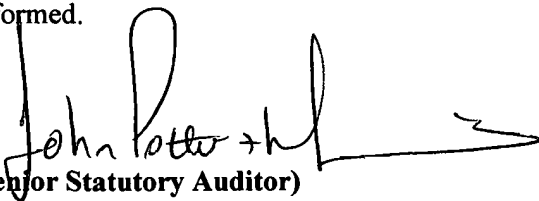
No instances of material non-compliance were identified.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Report Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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 charitable 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 anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Ian Riding F.C.A. (Senior Statutory Auditor)

For and on behalf of

John Potter & Harrison

Chartered Accountants & Statutory Auditor

112/114 Whitegate Drive

Blackpool

Lancashire

FY3 9XH

Date: 22/12/25

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)
YEAR ENDED 30 MARCH 2025

		Unrestricted fund £	Restricted fund £	Total Funds 2025 £	Total Funds 2024 £
	Note				
Income:					
Donations and legacies	4	40,566	-	40,566	36,678
Income from charitable activities:					
Operation of a theatre	6	30,955	538,698	569,653	76,708
Income from other trading activities:					
Commercial trading operation	5	55,389	-	55,389	52,134
Total incoming resources		<u>126,910</u>	<u>538,698</u>	<u>665,608</u>	<u>165,520</u>
Expenditure:					
Costs of raising funds:					
Commercial trading operation	5	(11,016)	-	(11,016)	(6,917)
Expenditure on charitable activities:					
Operation of a theatre	7	(56,911)	(95,618)	(152,529)	(108,856)
Total resources expended		<u>(67,927)</u>	<u>(95,618)</u>	<u>(163,545)</u>	<u>(115,773)</u>
Net ingoing/(outgoing) resources before transfers		58,983	443,080	502,063	49,747
Transfer between funds		-	-	-	-
Net income/(expended) resources for the period		58,983	443,080	502,063	49,747
Total funds brought forward		<u>457,126</u>	<u>777,615</u>	<u>1,234,741</u>	<u>1,184,994</u>
Total funds carried forward		<u>516,109</u>	<u>1,220,695</u>	<u>1,736,804</u>	<u>1,234,741</u>

The statement of Financial Activities includes all gains and losses in the period and therefore a statement of total recognised gains and losses has not been prepared.

All the above amounts relate to continuing activities.

The notes on pages 18 to 30 form part of these financial statements

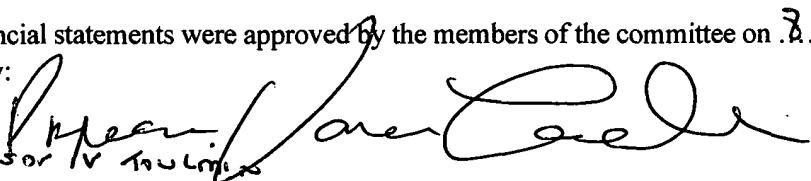
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED BALANCE SHEET
AS AT 30 MARCH 2025

		2025	2024
		£	£
	Note		
Fixed assets			
Heritage asset	10	1,692,926	1,217,121
Tangible assets	11	8,611	4,477
		<u>1,701,537</u>	<u>1,221,598</u>
Current assets			
Debtors	13	53,739	12,000
Cash at bank		183,562	242,884
		<u>237,301</u>	<u>254,884</u>
Creditors: Amounts falling due within one year	14	<u>(114,965)</u>	<u>(146,835)</u>
Net current assets		122,336	108,049
Total assets less current liabilities		1,823,873	1,329,647
Creditors: Amounts falling due after one year	15	<u>(87,069)</u>	<u>(94,906)</u>
Net assets		<u>1,736,804</u>	<u>1,234,741</u>
Funds			
Morecambe Winter Gardens Limited		1	1
Restricted income funds	16	1,220,695	777,615
Unrestricted income funds	17	516,108	457,125
Total funds	18	<u>1,736,804</u>	<u>1,234,741</u>

The trustees have prepared group accounts in accordance with Section 398 of the Companies Act 2006 and Section 138 of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The financial statements were approved by the members of the committee on 3 Dec 2025 and are signed on their behalf by:


Professor V. T. Williams
Trustee:

Company Registration Number: 5556536

The notes on pages 18 to 30 form part of these financial statements

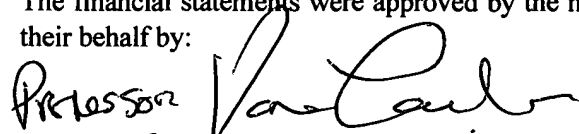
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CHARITY BALANCE SHEET
AS AT 30 MARCH 2025

		2025	2024
		£	£
	Note		
Fixed assets			
Heritage asset	10	1,692,926	1,217,121
Tangible assets	11	8,611	4,477
Investments	12	100	100
		<u>1,701,637</u>	<u>1,221,698</u>
Current assets			
Debtors		59,717	57,116
Cash at bank		177,483	197,667
		<u>237,200</u>	<u>254,783</u>
Creditors: Amounts falling due within one year		<u>(114,965)</u>	<u>(146,835)</u>
Net current assets		122,235	107,948
Total assets less current liabilities		1,823,872	1,329,646
Creditors: Amounts falling due after one year		<u>(87,069)</u>	<u>(94,906)</u>
Net assets		<u>1,736,803</u>	<u>1,234,740</u>
Funds			
Restricted income funds		1,220,695	777,615
Unrestricted income funds		516,108	457,125
Total funds		<u>1,736,803</u>	<u>1,234,740</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small company regime and in accordance with FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The financial statements were approved by the members of the committee on 8 Dec 2025 and are signed on their behalf by:


 Trustee: Professor V. Toulmin

Company Registration Number: 5556536

The notes on pages 18 to 30 form part of these financial statements

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

STATEMENT OF CASH FLOWS
YEAR ENDED 30 MARCH 2025

	2025	2024
	£	£
Cash flows from operating activities		
Net income	502,063	49,747
Adjustments for:		
Depreciation of tangible fixed assets	2,871	1,492
Other interest receivable and similar income	-	-
Changes in:		
Trade and other debtors	(41,739)	46,669
Trade and other creditors	(31,963)	124,685
Cash generated from operations	431,232	222,593
Interest received	-	-
Net cash from operating activities	431,232	222,593
Cash flows from investing		
Capital expenditure	(482,810)	(44,248)
Cash flows from financing		
Loan payments	(7,744)	(7,164)
Net (decrease)/increase in cash and cash equivalents	(59,322)	171,181
Cash and cash equivalents at beginning of year	242,884	71,703
Cash and cash equivalents at end of year	183,562	242,884

The notes on pages 18 to 30 form part of these financial statements

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 MARCH 2025**

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 209 Marine Road West, Morecambe, LA4 4BU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', 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 (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Group financial statements

The financial statements consolidate the results of the Charity and its wholly owned subsidiary Morecambe Winter Gardens Limited on a line by line basis. A separate statement of financial activities and income and expenditure account for the Charity has not been presented because the Charity has taken advantage of the exemption afforded by Section 408 of the Companies Act 2006.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025**

3. Accounting policies (continued)

Income tax

The company is considered to pass the tests set out in Sch. 6, para. 1 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Pt. 11, Ch. 3 of the Corporation Tax Act 2010 or s. 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Donations and grants

Income from donations and grants, including capital grants, is included in incoming resources when these are receivable.

Fund accounting

Funds held by the charity are either:

Unrestricted Funds – these are funds which can be used in accordance with the charitable objects at the discretion of the directors/trustees.

Restricted Funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for specific restricted purposes.

Further explanation of the nature and purpose of each funds is included in the notes to the accounts.

Resources expended

Costs of generating funds

Costs of generating funds includes all expenditure directly related to the incoming resources from activities for generating funds together with those costs associated with supporting these activities, including staff costs.

Charitable activities expenditure

Charitable activities expenditure includes all expenditure directly related to the provision of advisory services under the objects of the charity together with those costs associated with supporting these activities, including staff, establishment and other overhead cost. These support costs are shown separately within the notes to these accounts.

Governance costs

These are the costs associated with the governance arrangements of the charity which relate to the general running of the charity as opposed to those costs associated with fundraising or charitable activity. These costs will normally include audit, legal advice for trustees and costs associated with constitutional and statutory requirements.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

3. Accounting policies (continued)

Resources expended (continued)

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions payable are charged to the Statement of Financial Activities.

Heritage asset

The Morecambe Winter Gardens is a grade 2* listed building recorded at cost.

It is the policy of the trust to improve and maintain this asset and accordingly in the opinion of the trustees the life of this asset is so long and the residual value so high that its depreciation is not significant.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures, fittings and equipment – 25% p.a. reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or group of assets.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

3. Accounting policies (continued)

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised costs.

Other financial instruments are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related services is provided. Prepaid contributions are recognised as an asset to the extent that the repayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present day value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

3. Accounting policies (continued)

Company limited by guarantee

Morecambe Winter Gardens Preservation Trust Limited is a company limited by guarantee and accordingly does not have a share capital. The Trustees (who are also directors) are named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

Turnover

Turnover comprises the amounts receivable from donations, events, rents, theatre hire and other fundraising activities during the period, after deduction of VAT where applicable.

In the opinion of the trustees, none of the turnover of the company is attributable to geographical markets outside the UK.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Donations:				
Crowd funding	-	-	-	8,311
Other donations	11,066	-	11,066	18,367
Legacy	29,500	-	29,500	10,000
	40,566	-	40,566	36,678

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

5. Commercial trading operations

The commercial trading company is Morecambe Winter Gardens Limited who operate the bar and catering facilities within the theatre.

A summary of its trading results is shown below:-

	2025	2024
	£	£
Fund raising	53,439	51,734
Donation	1,950	400
	55,389	52,134
Cost of sales	10,193	6,657
Bank charges	-	79
Sundry	823	181
	11,016	6,917
	44,373	45,217
Amount gifted to company	44,373	45,217
	-	-
The assets and liabilities of the subsidiary company were:-		
Current assets	6,079	45,217
Creditors: amounts falling due within one year	(5,978)	(45,116)
	101	101
Aggregate share capital and reserves	101	101

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

6. Operation of a theatre

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Grants:				
Theatres Trust	-	4,836	4,836	6,157
Arts Council England	-	348,578	348,578	-
Lancaster City Council	-	180,819	180,819	33,732
University of Sheffield	-	2,465	2,465	4,786
Pilgrim Trust	-	-	-	12,000
Morecambe BID	-	2,000	2,000	-
Rents receivable	16,400	-	16,400	13,533
Hire of theatre	13,066	-	13,066	6,500
Ticket sales	1,489	-	1,489	-
	<u>30,955</u>	<u>538,698</u>	<u>569,653</u>	<u>76,708</u>

7. Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Wages and salaries	-	47,509	47,509	-
Pension costs	-	648	648	-
Event costs	-	8,116	8,116	-
Repairs and maintenance	8,643	2,000	10,643	10,202
Premises costs	35,589	-	35,589	34,098
Office costs	3,484	6,796	10,280	2,719
Accountancy fees	2,200	-	2,200	1,400
Audit fees	1,000	-	1,000	600
Sundry expenses	1,794	-	1,794	7,619
Bank charges	29	-	29	17
Loan interest	2,929	-	2,929	3,625
Depreciation	1,243	1,628	2,871	1,492
Professional fees	-	28,921	28,921	47,084
	<u>56,911</u>	<u>95,618</u>	<u>152,529</u>	<u>108,856</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

8. Net incoming resources for the period

This is stated after charging:	2025	2024
	£	£
Depreciation	2,871	1,492
Bank loan interest	2,929	3,625
Auditors' remuneration:		
- accountancy	2,200	1,400
- audit of the financial statements	1,000	600
	<u> </u>	<u> </u>

9. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2025	2024
	£	£
Wages and salaries	47,509	-
Social security costs	-	-
Employer contributions to pension plans	648	-
	<u> </u>	<u> </u>
	<u>48,157</u>	<u>-</u>

The average head count of employees during the year was 3 (2024: Nil).

10. Corporation tax

No provision for taxation is made in these accounts as the company, being a registered charity, is exempt from UK corporation tax.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

11. Heritage asset

	Freehold Property £	Acquisition Costs £	Total £
Cost			
At 31 March 2024	1,213,943	3,178	1,217,121
Additions	475,805	-	475,805
Disposals	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2025	1,689,748	3,178	1,692,926
	<u> </u>	<u> </u>	<u> </u>
Depreciation			
At 31 March 2024	-	-	-
Charge for the period	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2025	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Net book value			
At 30 March 2025	1,689,748	3,178	1,692,926
	<u> </u>	<u> </u>	<u> </u>
Net book value of restricted assets	1,243,322	-	1,248,322
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2024	1,213,943	3,178	1,217,121
	<u> </u>	<u> </u>	<u> </u>

Summary analysis of Heritage asset transaction

	2025 £	2024 £	2023 £	2022 £	2021 £
Purchases	475,805	44,248	46,747	472,760	301,499
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

The Arts Council have agreed to grant capital funding secured by a first fixed legal charge over the freehold interest in the property.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

12. Tangible fixed assets

	Fixtures Fittings & Equipment £	Total £
Cost		
At 31 March 2024	20,876	20,876
Additions	7,005	7,005
Disposals	-	-
At 30 March 2025	27,881	27,881
Depreciation		
At 31 March 2024	16,399	16,399
Charge for the period	2,871	2,871
At 30 March 2025	19,270	19,270
Net book value		
At 30 March 2025	8,611	8,611
Net book value of restricted assets	4,883	4,883
At 30 March 2024	4,477	4,477

13. Investments

	2025 £	2024 £
Shares held in Morecambe Winter Gardens Limited	100	100

The charity holds 100 ordinary shares of £1 each in its wholly owned trading subsidiary company Morecambe Winter Gardens Limited which was incorporated in the United Kingdom on 20 February 2013. The principal activity of Morecambe Winter Gardens Limited is the provision of fund raising facilities for Morecambe Winter Gardens which is operated by Morecambe Winter Gardens Preservation Trust Limited.

14. Debtors

	2025 £	2024 £
Other debtors	53,739	12,000
	53,739	12,000

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

15. Creditors: Amounts falling due within one year

	2025	2024
	£	£
Loan: Lancaster City Council	3,143	3,050
Santander	4,600	4,600
Deferred income	68,594	82,597
Other taxation and social security	1,937	2,713
Accruals	36,691	53,875
	<u>114,965</u>	<u>146,835</u>

The loan from Lancaster City Council is secured by a secondary fixed legal charge over the freehold interest in the property.

16. Creditors: Amounts falling due after one year

	2025	2024
	£	£
Unsecured bank loan (falling due in less than 5 years)	827	5,427
Secured bank loan (falling due in less than 5 years)	12,572	12,200
Secured bank loan (falling due after 5 years)	73,670	77,279
	<u>87,069</u>	<u>94,906</u>

17. Restricted income funds

	Balance at 31.03.24 £	Incoming resources £	Outgoing expended £	Balance at 30.03.25 £
Theatres Trust	199	4,836	(4,836)	199
Historic England	585,899	-	-	585,899
Architectural Heritage	25,000	-	-	25,000
Arts Council of England	-	348,578	(61,290)	287,288
Lancaster City Council	-	180,819	(25,027)	155,792
University of Sheffield	-	2,465	(2,465)	-
Coastal Communities Fund	96,220	-	-	96,220
Pilgrim Trust	12,000	-	-	12,000
Crowd Funding and donations	53,297	-	-	53,297
Legacy	5,000	-	-	5,000
Morecambe BID	-	2,000	(2,000)	-
	<u>777,615</u>	<u>538,698</u>	<u>(95,618)</u>	<u>1,220,695</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

18. Unrestricted income funds

	Balance at 31.03.24 £	Incoming resources £	Outgoing expended £	Transfers £	Balance at 30.03.25 £
Fixed assets purchased from general funds to date	351,454	-	-	7,493	358,947
General funds remaining	105,671	126,910	(75,420)	-	157,161
	<u>457,125</u>	<u>126,910</u>	<u>(75,420)</u>	<u>7,493</u>	<u>516,108</u>

The fixed asset part of the fund represents the net book value of tangible fixed assets not held in restricted funds less any loans secured on the assets. Each year an amount is transferred to or from the fund to reflect the current value of the tangible fixed assets not held in restricted funds at the year end. The amount remaining in general funds represents the funds remaining available for future expenditure.

19. Analysis of net assets between funds

	Tangible fixed assets £	Net Current assets/ (liabilities) £	Total £
Restricted income funds:			
Theatres Trust	199	-	199
Historic England	585,899	-	585,899
Architectural Heritage	25,000	-	25,000
Coastal Communities fund	96,220	-	96,220
Pilgrim Trust	12,000	-	12,000
Crowd Funding	53,297	-	53,297
Legacy	5,000	-	5,000
Arts Council of England	287,288	-	287,288
Lancaster City Council	155,792	-	155,792
	<u>1,220,695</u>	<u>-</u>	<u>1,220,695</u>
Unrestricted income funds:			
Morecambe Winter Gardens Limited	-	1	1
Designated funds	358,947	-	358,947
General funds	-	157,161	157,161
	<u>358,947</u>	<u>157,162</u>	<u>516,109</u>
Total funds	<u>1,579,642</u>	<u>157,162</u>	<u>1,736,804</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2025

20. Capital commitments

The Charity is committed to a capital project of enhancement to the theatre which is being funded by the Arts Council of England and Lancaster City Council.

21. Related party transactions

No trustee nor any persons connected with them have received any remuneration from the charity. The charity has not paid any expenses incurred by the trustees for services provided to the charity (2024: £NIL).

Accounts

Company Registration Number: 5556536

Charity No: 1113010

**MORECAMBE WINTER GARDENS
PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 MARCH 2024**

**John Potter & Harrison
Chartered Accountants and Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH**

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS
YEAR ENDED 30 MARCH 2024

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**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name: Morecambe Winter Gardens Preservation Trust Limited

Charity number: 1113010

Company registration number: 5556536

Registered office: 209 Marine Road West
Morecambe
Lancashire
LA4 4BU

Trustees: Professor V Toulmin
Mr Paul Anderton
Mr Richard Ryan
Mr Steve Matthews
Mr M D O'Neil
Mr C. S Oktem
Mr M J Bateson
Mr M Ellis (appointed 30.1.24)

Auditor: John Potter & Harrison
Chartered Accountants and Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH

Bankers: Santander
28 Penny Street
Lancaster
Lancashire
LA1 1UA

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2024**

The Trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 March 2024.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) referred to as the Charities SORP (FRS102) (second edition – October 2019).

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

Directors and Trustees

The Trustees who served the company during the period and subsequently were as follows:

Professor V Toulmin

Mr Paul Anderton

Mr Richard Ryan

Mr Steve Matthews

Mr M. D. O'Neil

Mr C. S. Oktem

Mr M J Bateson

Mr M Ellis (appointed 30.1.24)

Structure, governance and management:

Company organisation

The company is a charitable company limited by guarantee and does not have a share capital. It was incorporated on 7 September 2005 and registered as a charity on 16 February 2006. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Organisational structure

The board of trustees administers the charity. The trustees hold meetings once a month to discuss the operation with Professor Vanessa Toulmin appointed Chair for five years with an option for a further two if required.

Related parties

Morecambe Winter Gardens Limited was incorporated on 20 February 2013 as a trading company. The share capital of the company is owned entirely by Morecambe Winter Gardens Preservation Trust Limited.

Objectives and activities for the public benefit

The main object of the charity is the ownership, restoration and operation of The Morecambe Winter Gardens, a Grade II* Listed Building. The Winter Gardens operates as both a performance venue and also an historic building and is open through private hire or weekends when it is operated by the volunteers as a café/historic venue for tours and visitors for fundraising purposes through agreement with the Preservation Trust Limited.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2024
(continued)**

Developments and achievements

The two major achievements of 2023 saw the announcement on November 14 2023 that the Morecambe Winter Gardens Preservation Trust had been awarded the King's Award for Voluntary Services. Seen as the equivalent as the MBE for voluntary services, the 45 strong volunteer led organisation was awarded this in November 2023 with an official ceremonial presentation by the Lord Lieutenant of Lancashire in January 24. Two other volunteers were invited to attend the King's Garden Party in May 2024. We also received the formal letter of funding from Arts Council England for the award of £2.78 Million for the Cultural Development Fund and raised the funding match required from other sources including UKSPF to reach the overall target of £3.2 Million. Work continued on the restoration of the building including the foyer and entrance (outlined under restoration) with successful grants received from the Pilgrim Trust (towards the restoration), Theatres Trust Resilient Theatres Grant towards audience engagement and development and the University of Sheffield for engagement and volunteer framework (further details under fundraising).

The Winter Gardens finished the financial period 2022/23 with the news of the single largest grant in the history of the Trust as outlined in our 2023 report. In recognition of this achievement the main reports for the following financial year April 2023 to March 2024 reflect the priority we now have to give to manage this fund and are as follows:

- Complete the terms and conditions of the CDF3 ACE funding
- Recruit project management team and main building architects to satisfy the criteria laid out in the funding conditions
- Sign and complete both the partnership agreement and the additional primary charge on the building transferred from LCC to Arts Council England as part of the condition of funding
- Raise the necessary funds to complete the match funding requirement from a mixture of grant funding, income, fundraising and revenue increase
- Continue to increase business and weekend revenue to meet the target of £5000 per month to cover our overheads and building costs and match funding requirements.

Financial

The Winter Gardens continued to operate and demonstrate profit which is then put back into our funding strategy for external grants. The Limited Company increased its revenue in the last financial with more reduced events in the main building due to ongoing building work and condition reports required. The venue opened in February for Baylight for the second annual Festival of Light held by Sparkle with funding for the venue supported by Morecambe BID. The shops continued to be small but continuous source of revenue with a forthcoming review of their usages moving forward.

The venue fully reopened for the 2023 season in Easter with a continuation of our weekend opening hours of Saturday and Sunday to increase revenue due to previous opening restrictions. Our largest expenditure continues to be the cost of insurance and the now annual cost of the ceiling review undertaken by Hayles and Howe. The volunteers remain an important operational functional function with café income and donations alongside venue hire and grant revenue enabled the operational activities maintained.

We continue to operate as a fully volunteer run organisation with no paid staff but within this financial period project management support was tendered for and awarded to Place Capital through Bloom and for Lead Architect in the summer of 2023 as outlined under the Arts Council monitoring reports which are conducted quarterly. The financial targets for the revenue exceeded our expectations and we are now in the position of having secured the majority of the funding required for the match for the CDF grant.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2024
(continued)**

Developments and achievements (continued)

Stakeholder Engagement CDF

The Trust underwent an CDF inception meeting with our funders from April 2023 with specialist officer appointed from Arts Council England with the project split into two distinct areas, Revenue (£400,000 and Capital £2.8M) with the grant. The money will bring a cash injection of £2.8 million of capital to the building, alongside £400,000 of additional funding, including £200,000 from the UK Shared Prosperity Fund. Proposed work includes a two-storey extension including toilets, accessible lifts and new fire escape, full electrical rewiring, essential AV and lighting equipment, including an acoustic shell for the fly-tower and other essential conservation work. Alongside the capital works, the Preservation Trust will work with partners, including From the Fields - known for the hugely popular Kendal Calling and Blue Dot festivals - and Morecambe and Lancaster arts groups to programme new events and music activities over the next three years. Much of 2023 was spent finalising all aspects of the project, appointing architects, project management and preparing fully costed timetables of work in order to prepare planning permission, RIBA stage 4 development, with quarterly reporting meetings laid out in the inception meeting held 23 April 2023. Before any funding can be released from both capital and revenue a set of terms and conditions were imposed from the funding bodies and these were reached in January 2024 with the initial revenue grant percentage received in March 2024 with project initiation and monitoring throughout the year from April 2023.

Audience Engagement and Development

As part of our ongoing business model and within the terms and conditions of the CDF grant it was important to develop our audience engagement both to understand our base line audience the areas of growth and development required and to understand the current visitor ecology. Funding from the Theatres Trust Resilient Theatre Grant enabled the appointment of the Visitor Business in December 2023 with input from the Theatres Trust following a tender process, to both conduct a base line survey, prepare our audience engagement paperwork in readiness for future HLF funding and to develop an activity planning brief. The Visitor Business also provided valuable input into bench line surveys that could be carried out during Baylight in Feb 2024 and important work for the following season from April 2024. Full details of the final report were completed in the following financial period.

Community Conversations

As part of our engagement and outreach for both the CDF grant and audience development we initiated a series of Community Conversations commencing in March 2024 supported by the University of Sheffield and held online to enable knowledge and access to the project whilst the building was closed. The first covered restoration and regeneration, the journey so far and saw the Chair, Professor Vanessa Toulmin joined online with our recently appointed architectural team from Buttress and our mosaic tile restorer Micheal Rieveley. These are now available online via our webpages.

The Trust continues to engage with the local creative ecology and cultural groups via Lancashire Arts Partnership and continues to be active member of the BID. Our partners for the CDF include a range of local and regional producers and further details will be outlined from April 2024. The Trust continues to have active and positive support from Lancaster City Council and Tom Brown in particular and the UKSPF team have been essential in helping us reach the match funding targets required for the project. The Trust continues to have active and positive dialogue with Eden Morecambe project team has met with local community artists, local heritage groups in Morecambe and Lancaster and further afield.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2024
(continued)**

Developments and achievements (continued)

Social Media Engagement

Our major form of engagement continues to be the Facebook pages which receive monthly views, comments, feedback in the tens of thousands monthly. Currently by the end of March 2024, on Facebook we now have 6,122 followers which is an increase of over 2000 from the previous year. In April 2023 our Facebook and combined Instagram views started with 27,719 dropping the next month but reaching a peak of over 138,000 views in September (related to the high volume of activities in the venue) and a sustained interest throughout October until February as both the website and Facebook become the main form of information relating to the conservation work. By February 2024 when the mosaic floor was completed the monthly engagement figure met an all-time high of 158,726 and continues to grow and be developed.

Twitter; In 2021, there were 2,645 followers which was an increase of 505 from the previous year. Currently by the end of March 2024, there was 3500 followers which is a substantial increase of our previous year of 2,978.

Instagram; In 2022 there was 875 followers with an increase of over 200 in the following year.

Website: the Morecambe Winter Gardens website received 26,972 views in 2023.

In the past year, the website received 7,485 visitors and 12,710 visits.

This current track record, alongside the feedback from users, partners and audiences, has informed the next stages of the development and will continue to be the bench mark for engagement, audience development both in house, in person and online as we progress to the major capital investment and build stage development in 2024.

Fundraising

Our major fundraising activities were planned around the essential match funding required for the CDF grant from Arts Council England. This consisted of raising £409,000 match with successful application to the UKSPF fund via Lancaster City Council of £209,000 being officially awarded in September although confirmation had been given in March 2023.

UKSPF. Funding was successful for a combination of capital and revenue as match funding towards the CDF grant including money towards the Young Creatives part of the CDF funding revenue strand which involves placements for up to 75 young people (16-18) through Lancaster and Morecambe College, supporting the cost of new sound and lighting equipment as we have no inhouse production and capital costs towards new windows and doors for the back of the building. The majority of this work will be undertaken in 2024 as the building work commences with the sound and lighting due for installation in the summer of 2024.

Spacehive A further funding requirement involved the raising of £45,000 towards the cost of the mosaic floor and ceramic restoration and two campaigns were initiated with one partially successfully and the other completed. A fundraising campaign was initiated through the Lancashire County Council platform of Spacehive with the possibility of 50% match from Lancashire County Council through a competitive process. The campaign was launched in July 2023 and received support from over 179 backers and offline pledges from the then Prince of Wales and a successful application to the Pilgrims Trust (detailed below). Despite this we were unsuccessful in our grant application to Lancashire County Council which although disappointing was mitigated by our successful application to the Pilgrims Trust of £12,000 towards the restoration of the mosaic tiles and staircases in the foyer. By pledging our offline donations in the Theatre, the online donations received through the Spacehive (minus their overheads and fees) and the grants from Pilgrim Trust confirmed on the 4 October 2023 and the Prince of Wales Foundation our target of £45,000 was reached. As we had reached 75% of our target by September we took the risk in commissioning Rieveley Ceramics to undertake the work in two phases starting in October for phase 1 and returning in February for Stage 2 to be complete by March 2024.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2024
(continued)**

Developments and achievements (continued)

Pilgrim Trust. As outlined above part of our fundraising targets was for the mosaic floor and ceramic scheme in the building and as part of this a two stage application to the Pilgrim Trust was submitted in the summer of 2024 for a 25% contribution to the overall costs of the restoration with the successful outcome communicated in October 2023. The project was completed by end of March 2024 and

University of Sheffield funding towards volunteer support and recruitment, including an 8 minute film produced by Paper Films released in November 2023 to demonstrate the contribution made by the volunteers to the Winter Gardens, the final volunteer framework agreement completed by Lancaster CVS, with an additional 3 knowledge exchange workshops which formed the basis of the community conversations series, and a series of podcasts to be recorded. The grant completed by July 2024 with the podcasts to be released towards the end of 2024 in anticipation of building closure. An important part of this funding was to cover a full photographic record of the building for conservation and engagement with Paul White Photography engaged and produced over 700 high quality images.

Theatres Trust. A grant of £11,800 was received from the Theatres Trust with the official letter received in 24 March 2023 with official receipt and acceptance in April 2023, with payment quarterly from April 2023 to May 2024 and falls over the immediate and next financial year. The work was to cover the cost of audience development strategy over the next 12 months and involved hiring an external company to help develop this strategy with further detail expanded in our community engagement section.

Event fundraising and Weekend fund raising. St John's Hospice Jon Richardson Event Sunday 27 August 2023 in association with the St John's Hospice saw over 700 people attend the event which was produced with the support of the Preservation Trust. Out of the total £15,000 raised from the event nearly £4000 in donations was received from the St John's Hospice. This was the third event held in conjunction with the organisation following on from successful shows in 2016 and 2019 but this was not done on the basis of a dry hire but a collaboration. Our major fundraising activities are operated through the Limited Company with the revenue from donations, merchandise and café increasing annually. New volunteers continued to be recruited to run the café, tombola, and the weekend tours and over 40,000 visitors came in two distinct periods even with a reduction of opening hours with closure from 2nd October until Easter with only one week re-opening in February for Baylight. Over 11,000 hours of volunteering was completed by the volunteers during this period. The increased revenue from the merchandise stall, the tours, the café and the one-off event created a surplus for the match funding requirements for the theatre as well as covering the running costs of the theatre and its day to day maintenance.

Building Management

The major part of the building maintenance in 2023 was to prepare the building for the forthcoming preparatory surveys required for the full building regulations, continue the weekly maintenance through the maintenance volunteers and continue our statutory reports re the plaster, fire regulations and certification. Hayles and Howe continued their annual maintenance inspection of the ceiling and plaster work and reported no further ingress currently, the LODA testing certification was also undertaken and cleared with additional testing and replacement of some of the lighting bars on the Circle and Upper Levels.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2024
(continued)**

Developments and achievements (continued)

Mosaic Floor Restoration

A provisional appraisal highlighted in the previous report the risk to aspects of the decorated foyer, staircase, floors & ceramics. The mosaic floor initially was in two sections, the larger interior foyer and the entrance area leading into the building from the outer pavement up to a set of three double doors leading into the foyer. The entrance, though covered, is also open to the elements through the iron gates at the front. Changes to the layout of features within the foyer have affected the floor. There has also been loss of tiles due to minor movement and fracturing of the subfloor, as well as wear and tear from over a century of footfall. Attempts at repair largely consist of filling gaps with a cement-based filler or poorly executed replacement of loose tiles, that fail to conform to the design of the mosaic. As part of our matched funding for the CDF it was also of utmost importance & priority and the decision was taken to raise the funding for this work as part of our match requirement for the CDF and complete before March 2024. Invitations to tender were received by three companies and Rieveley Restoration were chosen for the work which started in October 2023 with the work split into two phases, the floor restoration which resulted in 55,000 new pieces of mosaic tiles been individually manufactured to replace the missing or damaged items. A full cleaning was also undertaken to remove the dirt and detritus of over 90 years of visitor usage. The work was funded by a grant from the Pilgrim Trust, a donation from His Majesty King Charles, following a visit to the Winter Gardens in July 2022, and a crowdfunding campaign with over 179 individual donations through the Spacehive Platform. The assessment and historic importance of the floor and its condition was carried out by Ceramist expert Leslie Durbin who was commissioned to produce a report. This led to a wonderful investigative trail to uncover the designers and makers and we are indebted to the Tile and Architectural Ceramic Society and its members in particular Paul Rothwell and Cynthia Church for identifying the Campbell Tile Company as the manufacturer. The completed work is magnificent and crucially completes a major part of the restoration work in the foyer and staircase including replacement tiles, ceramic features and safeguarding of perhaps the most significantly decorated part of the interiors of the theatre.

Event Management

The Winter Gardens opened again in Easter 2023 with new opening hours of 12pm to 4pm and additional hours relating to specific events. The tours remained at twice daily per weekend with additional tour guides trained up to take the increased demand. As part of our UKSPF and CDF funding we put together a community based arrangement with local organisations able to make use of the building during our weekly opening hours in the main season including Morecambe Bay Art Fair in the first weekend in July (1&2) which saw over 40 local and regional artists selling their artwork over the weekend period. We also introduced a bi-monthly organ performance by our resident volunteer Mr Peter Jetson whose Sunday afternoon concerts increased visitors and enabled a free performance for tourists and residents alike. Contact was established with the PRS to ensure all music events were covered by additional licenses for such events. Our largest ticketed event in August was in partnership with the local St John's Hospice Charity where Jon Richardson performed a charity fundraiser on behalf of both organisations on Sunday 27th August. This high profile event attracted national coverage and publicity and resulted in nearly £4000 raised towards our mosaic floor fundraiser. Our free largest events in this period in terms of income, visitor numbers or profile included the continued partnership with Vintage by the Sea (31st August to 1st September) with enhanced programming enabling a wide range of content curated by Deco Publique over the weekend which attracted over 7000 visitors. September continued to be our busiest month with nearly 10,000 visitors recorded including the second Morecambe Poetry Festival held from 22 to 24 September which included poets such as Carol Ann Duffy, Roger McGough, Henry Normal, Brian Bilston, Atilla the Stockbroker and John Hegley.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2024
(continued)**

Developments and achievements (continued)

Event Management (continued)

The season closed in 2023 earlier this year due to the planned maintenance work on the mosaic floor and entrance (detailed later). Our last ticketed event in 2023 was the return of Silents by the Sea by No Dots Festival group on Sunday 1st October. The programme paid homage to the Theatre's rich history as a music and variety venue and brought together classics of silent comedy such as Buster Keaton, forgotten British giant Walter Forde and a restored Hollywood classic Chicago. The films were accompanied by live musical arrangements including a four-piece Jazz quartet. Continuing our successful tour and afternoon tea offer from 2022 for specific special interest groups saw the visits of the Frank Matcham Society and the Tiles and Architectural Ceramic Society for special group bookings. The venue then reopened briefly in February 2024 for the second annual Baylight Festival with venue hire supported by Morecambe BID. The Winter Gardens was the main festival venue with large installations on both the exterior and in the interior attracting 6700 visitors over the three day period. Total visitor number for this financial period was 40,394 with the drop from the previous year due to the four month closure period but an increase in like for like per month over the relative two years.

Governance

Reserves policy, risk management and going concern

The Trust currently does not have staff and so the need for reserves is minimal and building focused. *These areas will be examined when funding streams from the CDF 3 relating to revenue and staffing come into place within the project criteria.* The main object of the charity is the ownership and upkeep of the Morecambe Winter Gardens. As the building has been empty for some time the interior, prior to the ownership of the Trust, had fallen into a state of disrepair. As outlined our main goals were to increase revenue, enable greater conservation and maintenance through grant funding

The risks identified in the operational model we inherited have now been reviewed and fire assessments, health and safety documents and event policies have been implemented successfully resulting in increase revenue, greater public trust and funding awards. All have continued to be updated in line with current legislations and incorporated into any future activities planned for the building. The volunteers and all Trustees involved in the building operate under the Code of Conduct, and all inductions necessary for working with the Charity. All individuals who did not or will not comply will no longer be associated with the Charity and we have now implemented the following procedures and safeguards.

- Trustee meetings to consider and review the risks the charity may face.
- Written Systems and procedures to mitigate those risks identified.
- The implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2024
(continued)**

Purpose of the charity's funds

The charity operates two types of funds:-

- i. **The Unrestricted Fund** is used for operating the charity.
Some of the unrestricted fund can be allocated by the trustees for specific purposes. The trustees have set up a designated fixed asset fund to match the book value of fixed assets less loans secured on them.
- ii. **Restricted Funds** are set up for specific purposes and monies received may only be used for that purpose. Funds may typically be generated from sponsorships, donations and lottery grants.

Plans for future periods

- Complete RIBA 4 and put in for planning application in readiness for tender for the new build in order to complete successful implementation of the CDF funding
- Recruitment and appointment of the four new posts as part of the project.
- Develop event strategy alongside a strong community offer
- Start and implement the revenue programme and deliver the Young Creatives as part of the UKSPF and CDF with Lancaster and Morecambe College
- Start the process of EOI for Heritage Lottery based on the successful work done by the Visitor Business
- Increase revenue to ensure our matching fund targets for the CDF of £50,000 is within target.

Responsibilities of the trustees

The trustees (who are also the directors of Morecambe Winter Gardens Preservation Trust Limited for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law and law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2024
(continued)**

Responsibilities of the trustees (continued)

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities Act 2011. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trust is currently recruiting two additional Trustees and will be working with Voluntary Acton Lancaster on reviewing and recruitment of these posts subject to volunteer expansion. In so far as the trustees are aware at the time of approving our trustees' annual report:

- 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.

Auditors

A resolution to re-appoint John Potter & Harrison as auditors for the ensuing year will be proposed at the annual general meeting in accordance with Section 487(2) of the Companies Act 2006.

Small Company Provisions and Approval

This Report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Approved by the Board of Trustees and signed on its behalf by:

Trustee

Date:

**Registered Office:
209 Marine Road West
Morecambe
Lancashire
LA4 4BU**

Company registration number: 5556536

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED**

Opinion

We have audited the financial statements of Morecambe Winter Gardens Preservation Trust for the year ended 30 March 2024 which comprise the group statement of financial activities, the group and parent company statement of financial position and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, subject to the matters reported on by exception below, the financial statements:

- give a true and fair view of the state of the group's and of the Charitable company's affairs as at 30 March 2024 and of its incoming resources and application of resources for the period 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 applicable law and International Standards on Auditing (UK) (ISAs (UK)). 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 group and 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. 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.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

Other information (continued)

In connection with our audit of the financial statements, 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 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 or a material misstatement of the other information. 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 trustees' report (incorporating the directors' report) for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group charitable company and its environment obtained in the course of the audit, we have not identified misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which 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 group 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement (set out on pages 7-8), 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 group 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 group 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 group charitable company or to cease operations, or have no realistic alternative but to do so.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below. Our approach to identifying and assessing the risks in respect of irregularities and non-compliance with laws and regulations, was as follows:

- the senior statutory auditor ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with the trustees and other management;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, the Charities Act 2011, taxation legislation and data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statement to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquires of trustees as to where they considered there was susceptibility to fraud, their knowledge of actual and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through trustee bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships; and
- investigated the rationale behind significant or unusual transactions.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

Auditor's responsibilities for the audit of the financial statements (continued)

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing the financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of trustees as to the actual and potential litigation claims; and
- reviewing correspondence with relevant regulators.

No instances of material non-compliance were identified.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Report Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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 charitable 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 anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Ian Riding F.C.A. (Senior Statutory Auditor)
For and on behalf of
John Potter & Harrison
Chartered Accountants & Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH

Date:

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)
YEAR ENDED 30 MARCH 2024

		Unrestricted fund £	Restricted fund £	Total Funds 2024 £	Total Funds 2023 £
	Note				
Income:					
Donations and legacies	4	5,420	31,258	36,678	16,115
Income from charitable activities:					
Operation of a theatre	6	20,033	56,675	76,708	172,180
Income from other trading activities:					
Commercial trading operation	5	52,134	-	52,134	53,309
Total incoming resources		<u>77,587</u>	<u>87,933</u>	<u>165,520</u>	<u>241,604</u>
Expenditure:					
Costs of raising funds:					
Commercial trading operation	5	(6,917)	-	(6,917)	(15,016)
Expenditure on charitable activities:					
Operation of a theatre	7	(64,180)	(44,676)	(108,856)	(188,965)
Total resources expended		<u>(71,097)</u>	<u>(44,676)</u>	<u>(115,773)</u>	<u>(203,981)</u>
Net ingoing/(outgoing) resources before transfers		6,490	43,257	49,747	37,623
Transfer between funds		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net income/(expended) resources for the period		6,490	43,257	49,747	37,623
Total funds brought forward		<u>450,636</u>	<u>734,358</u>	<u>1,184,994</u>	<u>1,147,371</u>
Total funds carried forward		<u><u>457,126</u></u>	<u><u>777,615</u></u>	<u><u>1,234,741</u></u>	<u><u>1,184,994</u></u>

The statement of Financial Activities includes all gains and losses in the period and therefore a statement of total recognised gains and losses has not been prepared.

All the above amounts relate to continuing activities.

The notes on pages 18 to 28 form part of these financial statements

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED BALANCE SHEET
AS AT 30 MARCH 2024

		£	2024 £	2023 £
	Note			
Fixed assets				
Heritage asset	10		1,217,121	1,172,873
Tangible assets	11		4,477	5,969
			<u>1,221,598</u>	<u>1,178,842</u>
Current assets				
Debtors	13	12,000		58,669
Cash at bank		242,884		71,703
			<u>254,884</u>	<u>130,372</u>
Creditors: Amounts falling due within one year	14	(146,835)		(22,060)
			<u>108,049</u>	<u>108,312</u>
Net current assets				
			<u>1,329,647</u>	<u>1,287,154</u>
Total assets less current liabilities				
Creditors: Amounts falling due after one year	15		(94,906)	(102,160)
			<u>1,234,741</u>	<u>1,184,994</u>
Net assets				
			<u>1,234,741</u>	<u>1,184,994</u>
Funds				
Morecambe Winter Gardens Limited			1	1
Restricted income funds	16		777,615	734,358
Unrestricted income funds	17		457,125	450,635
			<u>1,234,741</u>	<u>1,184,994</u>
Total funds	18		<u>1,234,741</u>	<u>1,184,994</u>

The trustees have prepared group accounts in accordance with Section 398 of the Companies Act 2006 and Section 138 of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The financial statements were approved by the members of the committee on and are signed on their behalf by:

Trustee

Company Registration Number: 5556536

The notes on pages 18 to 28 form part of these financial statements

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CHARITY BALANCE SHEET
AS AT 30 MARCH 2024

		2024	2023
		£	£
	Note		
Fixed assets			
Heritage asset	10	1,217,121	1,172,873
Tangible assets	11	4,477	5,969
Investments	12	100	100
		<u>1,221,698</u>	<u>1,178,942</u>
Current assets			
Debtors		57,116	63,568
Cash at bank		197,667	66,703
		<u>254,783</u>	<u>130,271</u>
Creditors: Amounts falling due within one year		<u>(146,835)</u>	<u>(22,060)</u>
Net current assets		<u>107,948</u>	<u>108,211</u>
Total assets less current liabilities		1,329,646	1,287,153
Creditors: Amounts falling due after one year		<u>(94,906)</u>	<u>(102,160)</u>
Net assets		<u><u>1,234,740</u></u>	<u><u>1,184,993</u></u>
Funds			
Restricted income funds		777,615	734,358
Unrestricted income funds		457,125	450,635
Total funds		<u><u>1,234,740</u></u>	<u><u>1,184,993</u></u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small company regime and in accordance with FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The financial statements were approved by the members of the committee on and are signed on their behalf by:

Trustee

Company Registration Number: 5556536

The notes on pages 18 to 28 form part of these financial statements

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 MARCH 2024**

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 209 Marine Road West, Morecambe, LA4 4BU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', 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 (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Group financial statements

The financial statements consolidate the results of the Charity and its wholly owned subsidiary Morecambe Winter Gardens Limited on a line by line basis. A separate statement of financial activities and income and expenditure account for the Charity has not been presented because the Charity has taken advantage of the exemption afforded by Section 408 of the Companies Act 2006.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2024**

3. Accounting policies (continued)

Income tax

The company is considered to pass the tests set out in Sch. 6, para. 1 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Pt. 11, Ch. 3 of the Corporation Tax Act 2010 or s. 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Cash flow statement

The trustees have taken advantage of the exemption in FRS102 from including a cash flow statement in the financial statements on the grounds that the company is small.

Donations and grants

Income from donations and grants, including capital grants, is included in incoming resources when these are receivable.

Fund accounting

Funds held by the charity are either:

Unrestricted Funds – these are funds which can be used in accordance with the charitable objects at the discretion of the directors/trustees.

Restricted Funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for specific restricted purposes.

Further explanation of the nature and purpose of each funds is included in the notes to the accounts.

Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis.

Charitable expenditure includes all expenses within the charity's objects.

Heritage asset

The Morecambe Winter Gardens is a grade II listed building recorded at cost.

It is the policy of the trust to improve and maintain this asset and accordingly in the opinion of the trustees the life of this asset is so long and the residual value so high that its depreciation is not significant.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2024**

3. Accounting policies (continued)

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures, fittings and equipment – 25% p.a. reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or group of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised costs.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2024**

3. Accounting policies (continued)

Financial instruments (continued)

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Company limited by guarantee

Morecambe Winter Gardens Preservation Trust Limited is a company limited by guarantee and accordingly does not have a share capital. The Trustees (who are also directors) are named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

Turnover

Turnover comprises the amounts receivable from donations, events, rents, theatre hire and other fundraising activities during the period, after deduction of VAT where applicable.

In the opinion of the trustees, none of the turnover of the company is attributable to geographical markets outside the UK.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2024

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £	Total Funds 2023 £
Donations:				
Crowd funding	-	8,311	8,311	-
Other donations	420	17,947	18,367	16,115
Legacy	5,000	5,000	10,000	-
	<u>5,420</u>	<u>31,258</u>	<u>36,678</u>	<u>16,115</u>

5. Commercial trading operations

The commercial trading company is Morecambe Winter Gardens Limited who operate the bar and catering facilities within the theatre.

A summary of its trading results is shown below:-

	2024 £	2023 £
Fund raising	51,734	49,080
Donation	400	4,229
	<u>52,134</u>	<u>53,309</u>
Cost of sales	6,657	14,699
Bank charges	79	317
Sundry	181	-
	<u>6,917</u>	<u>15,016</u>
	45,217	38,293
Amount gifted to company	45,217	38,293
	<u>-</u>	<u>-</u>

The assets and liabilities of the subsidiary company were:-

Current assets	45,217	5,000
Creditors: amounts falling due within one year	(45,116)	(4,899)
	<u>101</u>	<u>101</u>
Aggregate share capital and reserves	<u>101</u>	<u>101</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2024

6. Operation of a theatre

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £	Total Funds 2023 £
Grants:				
Theatres Trust	-	6,157	6,157	-
Historic England	-	-	-	39,248
Architectural Heritage	-	-	-	47,500
Lancaster City Council	-	33,732	33,732	-
University of Sheffield	-	4,786	4,786	7,700
Pilgrim Trust	-	12,000	12,000	-
Morecambe Town Council	-	-	-	650
Rents receivable	13,533	-	13,533	13,067
Hire of theatre	6,500	-	6,500	63,015
Education a Skill	-	-	-	1,000
	<u>20,033</u>	<u>56,675</u>	<u>76,708</u>	<u>172,180</u>

7. Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £	Total Funds 2023 £
Repairs and maintenance	10,202	-	10,202	25,699
Premises costs	34,098	-	34,098	33,360
Office costs	2,719	-	2,719	2,295
Accountancy fees	1,400	-	1,400	1,400
Audit fees	600	-	600	600
Sundry expenses	6,583	1,036	7,619	3,073
Bank charges	17	-	17	1,027
Loan interest	3,625	-	3,625	2,916
Depreciation	1,492	-	1,492	1,990
Professional fees	3,444	43,640	47,084	116,605
	<u>64,180</u>	<u>44,676</u>	<u>108,856</u>	<u>188,965</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2024

8. Net incoming resources for the period

This is stated after charging:	2024	2023
	£	£
Depreciation	1,492	1,990
Bank loan interest	3,625	2,916
Auditors' remuneration:		
- accountancy	1,400	1,400
- audit of the financial statements	600	600
	<u> </u>	<u> </u>

9. Corporation tax

No provision for taxation is made in these accounts as the company, being a registered charity, is exempt from UK corporation tax.

10. Heritage asset

	Freehold Property £	Acquisition Costs £	Total £
Cost			
At 31 March 2023	1,169,695	3,178	1,172,873
Additions	44,248	-	44,248
Disposals	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2024	1,213,943	3,178	1,217,121
	<u> </u>	<u> </u>	<u> </u>
Depreciation			
At 31 March 2023	-	-	-
Charge for the period	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2024	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Net book value			
At 30 March 2024	1,213,943	3,178	1,217,121
	<u> </u>	<u> </u>	<u> </u>
Net book value of restricted assets	777,615	-	777,615
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2023	1,169,695	3,178	1,172,873
	<u> </u>	<u> </u>	<u> </u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2024

10. Heritage asset (continued)

Summary analysis of Heritage asset transaction

	2024	2023	2022	2021	2020
	£	£	£	£	£
Purchases	44,248	46,747	472,760	301,499	-
	<u>44,248</u>	<u>46,747</u>	<u>472,760</u>	<u>301,499</u>	<u>-</u>

The Arts Council have agreed to grant capital funding secured by a first fixed legal charge over the freehold interest in the property.

11. Tangible fixed assets

	Fixtures Fittings & Equipment £	Total £
Cost		
At 31 March 2023	20,876	20,876
Additions	-	-
Disposals	-	-
	<u>20,876</u>	<u>20,876</u>
At 30 March 2024	<u>20,876</u>	<u>20,876</u>
Depreciation		
At 31 March 2023	14,907	14,907
Charge for the period	1,492	1,492
	<u>16,399</u>	<u>16,399</u>
At 30 March 2024	<u>16,399</u>	<u>16,399</u>
Net book value		
At 30 March 2024	<u>4,477</u>	<u>4,477</u>
At 30 March 2023	<u>5,969</u>	<u>5,969</u>

12. Investments

	2024	2023
	£	£
Shares held in Morecambe Winter Gardens Limited	100	100
	<u>100</u>	<u>100</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2024

12. Investments (continued)

The charity holds 100 ordinary shares of £1 each in its wholly owned trading subsidiary company Morecambe Winter Gardens Limited which was incorporated in the United Kingdom on 20 February 2013. The principal activity of Morecambe Winter Gardens Limited is the provision of fund raising facilities for Morecambe Winter Gardens which is operated by Morecambe Winter Gardens Preservation Trust Limited.

13. Debtors

	2024	2023
	£	£
Other debtors	12,000	58,669
	<u>12,000</u>	<u>58,669</u>
	<u><u>12,000</u></u>	<u><u>58,669</u></u>

14. Creditors: Amounts falling due within one year

	2024	2023
	£	£
Loan: Lancaster City Council	3,050	2,960
Santander	4,600	4,600
Deferred income	82,597	10,000
Other taxation and social security	2,713	-
Accruals	53,875	4,500
	<u>146,835</u>	<u>22,060</u>
	<u><u>146,835</u></u>	<u><u>22,060</u></u>

The loan from Lancaster City Council is secured by a secondary fixed legal charge over the freehold interest in the property.

15. Creditors: Amounts falling due after one year

	2024	2023
	£	£
Unsecured bank loan (falling due in less than 5 years)	5,427	9,540
Secured bank loan (falling due in less than 5 years)	12,200	11,840
Secured bank loan (falling due after 5 years)	77,279	80,780
	<u>94,906</u>	<u>102,160</u>
	<u><u>94,906</u></u>	<u><u>102,160</u></u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2024

16. Restricted income funds

	Balance at 31.03.23 £	Incoming resources £	Outgoing expended £	Balance at 30.03.24 £
Theatres Trust	200	6,157	(6,158)	199
Historic England	585,899	-	-	585,899
Architectural Heritage	25,000	-	-	25,000
Lancaster City Council	-	33,732	(33,732)	-
University of Sheffield	-	4,786	(4,786)	-
Coastal Communities Fund	96,220	-	-	96,220
Pilgrim Trust	-	12,000	-	12,000
Crowd Funding and donations	27,039	26,258	-	53,297
Legacy	-	5,000	-	5,000
	<u>734,358</u>	<u>87,933</u>	<u>(44,676)</u>	<u>777,615</u>

17. Unrestricted income funds

	Balance at 31.03.23 £	Incoming resources £	Outgoing expended £	Transfers £	Balance at 30.03.24 £
Fixed asset fund	348,904	-	-	2,550	351,454
General funds	101,731	25,453	(21,513)	-	105,671
	<u>450,635</u>	<u>25,453</u>	<u>(21,513)</u>	<u>2,550</u>	<u>457,125</u>

The fixed asset fund represents the net book value of tangible fixed assets not held in restricted funds less any loans secured on the assets. Each year an amount is transferred to or from the fund to reflect the movements of the tangible fixed assets not held in restricted funds at the year end.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2024

18. Analysis of net assets between funds

	Tangible fixed assets £	Net Current assets/ (liabilities) £	Total £
Restricted income funds:			
Theatres Trust	199	-	199
Historic England	585,899	-	585,899
Architectural Heritage	25,000	-	25,000
Coastal Communities fund	96,220	-	96,220
Pilgrim Trust	12,000	-	12,000
Crowd Funding	53,297	-	53,297
Legacy	5,000	-	5,000
	<u>777,615</u>	<u>-</u>	<u>777,615</u>
Unrestricted income funds:			
Morecambe Winter Gardens Limited	-	1	1
Designated funds	351,454	-	351,454
General funds	-	105,671	105,671
	<u>351,454</u>	<u>105,672</u>	<u>457,126</u>
Total funds	<u>1,129,069</u>	<u>105,672</u>	<u>1,234,741</u>

19. Capital commitments

The Charity is committed to a capital project of enhancement to the theatre which is being funded by the Arts Council of England and Lancaster City Council.

20. Related party transactions

No trustee nor any persons connected with them have received any remuneration from the charity. The charity has not paid any expenses incurred by the trustees for services provided to the charity (2023: £NIL).

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED

England & Wales - Charity number 1113010

Accounts

Company Registration Number: 5556536

Charity No: 1113010

**MORECAMBE WINTER GARDENS
PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 MARCH 2023**

**John Potter & Harrison
Chartered Accountants and Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH**

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS
YEAR ENDED 30 MARCH 2023

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**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name: Morecambe Winter Gardens Preservation Trust Limited

Charity number: 1113010

Company registration number: 5556536

Registered office: 209 Marine Road West
Morecambe
Lancashire
LA4 4BU

Trustees: Mr Paul Anderton
Mr Richard Ryan
Mr Steve Matthews
Mr M J Shenton (resigned 16 May 2023)
Professor V Toulmin
Mr C. S Oktem (appointed 31 May 2022)
Mr M J Bateson (appointed 16 May 2023)

Auditor: John Potter & Harrison
Chartered Accountants and Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH

Bankers: Santander
28 Penny Street
Lancaster
Lancashire
LA1 1UA

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2023**

The Trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 March 2023.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) referred to as the Charities SORP (FRS102) (second edition – October 2019).

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

Directors and Trustees

The Trustees who served the company during the period and subsequently were as follows:

Mr M J Shenton (resigned 16 May 2023)

Professor V Toulmin

Mr Paul Anderton

Mr Richard Ryan

Mr Steve Matthews

Mr M. D. O'Neil

Mr C. S. Oktem (appointed 31 May 2022)

Mr M J Bateson (appointed 16 May 2023)

Structure, governance and management:

Company organisation

The company is a charitable company limited by guarantee and does not have a share capital. It was incorporated on 7 September 2005 and registered as a charity on 16 February 2006. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Organisational structure

The board of trustees administers the charity. The trustees hold meetings once a month to discuss the operation with Professor Vanessa Toulmin appointed Chair for five years with an option for a further two if required.

Related parties

Morecambe Winter Gardens Limited was incorporated on 20 February 2013 as a trading company. The share capital of the company is owned entirely by Morecambe Winter Gardens Preservation Trust Limited.

Objectives and activities for the public benefit

The main object of the charity is the ownership, restoration and operation of The Morecambe Winter Gardens, a Grade II* Listed Building. The Winter Gardens operates as both a performance venue and also an historic building and is open through private hire or weekends when it is operated by the volunteers as a café/historic venue for tours and visitors for fundraising purposes through agreement with the Preservation Trust Limited.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2023
(continued)

Developments and achievements

Our main priorities within this financial period were as outlined from 2022 report:

The Winter Gardens celebrated its 125th anniversary year on 19th July 2022 and alongside the major priorities outlined below we undertook a programme of events to reflect this milestone achievement. However as outlined from our 2022 report the main reports for the following financial year April 2022 to March 2023 are as follows:

- Complete the financial and economic viability report as per funding
- Complete the AHF Project Viability Grant
- Submit EOI for ACE Cultural Development Grant which opens in July 2023 which if successful will require a full submission by November 2023
- Submit further grants to Historic England and other funders to full method and structural survey of the full building to enable a complete costings for all future major investments.
- Increase business and weekend revenue to meet the target of £5000 per month to cover our overheads and building costs
- Celebrate and commemorate our 125 Anniversary year as the building was first opened on 19 July 1897

The successful implementation is outlined below including the news in March 2023 that we had been awarded £2.8 Million from the DCMS Cultural Development Fund alongside a further grant of £207,000 from the UKSPF funding from Lancaster Council towards our full target of £3.2 Million for the stage 2 development of the Winter Gardens capital development grant. The Royal Visit; on the 8th July 2022, the Winter Gardens Trustees and Volunteers were honoured to welcome HRH The Prince of Wales, now HM King Charles III, in this our 125th year. The recognition shown of the dedication, passion and sheer hard work of our Volunteers is truly fantastic and we were very proud to be able to share our love of our magnificent building. An unveiling was then made of our anniversary plaque.

Financial

The Winter Gardens continued to operate and demonstrate profit which is then put back into our funding strategy for external grants. The venue was opened at Easter with a continuation of our weekend opening hours of Saturday and Sunday to increase revenue due to previous opening restrictions. Our largest expenditure continues to be the cost of insurance and the now annual cost of the ceiling review undertaken by Hayles and Howe. The volunteers remain an important operational functional function with café income and donations alongside venue hire and grant revenue enabled the operational activities maintained. Programming and venue hire was very positive with opening continued until December due to two large hires Luke Jerram's Mars and the return of professional Pantomime to the Theatre. The Trust received additional revenue from hire of the building and fundraising and were successful with a number of major external grants as outlined further in the report. We continue to operate as a fully volunteer run organisation with no paid staff. Additional funding was received from Historic England of £48,000 towards eligible costs of £60,000 was awarded in September 2022 which was used to prepare the full condition survey outlined below in fundraising activities and building management. The financial targets for the revenue exceeded our expectations and we are now in the position of having secured the majority of the funding required for the match for the CDF grant.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2023
(continued)

Developments and achievements (continued)

Stakeholder Engagement

The Trust underwent a significant series of workshops on the Volunteer Framework and this will be outlined in further detail in the report. We also started the conversation with the Heritage Lottery In January 2023 and had a series of meetings regarding the cultural strategy outlined by Lancaster City Council and the relationship of the Winter Gardens to the wider creative ecology in the district through workshops under the framework of Lancaster City Council's new cultural strategy. Our major stakeholder engagement related to preparing the Trust and bringing together partnerships for submission to the Cultural Development Fund Round 3 through Arts Council England and DCMS. Discussions and meetings with Arts Council England, Lancaster City Council and Lancaster and Morecambe College in relationship to this application occurred throughout the year in readiness for the July Expression of Interest submission. In January 2023 a large stakeholder meeting with the Heritage Lottery Fund, Theatres Trust and the Trustees was held at the Winter Gardens to plan for future funding opportunities and timelines of engagement.

The Trust continued to have regular meetings with Historic England, Architectural Heritage Fund, Lancaster City Council and David Morris MP for Lunesdale. We have received significant support from Tom Brown in the Council's regeneration team and great support from David James in the Conservation Team. The Trust has engaged with the local creative ecology and cultural groups via Lancashire Arts Partnership and continues to be active member of the BID. The Trust also has active dialogue with Morecambe Town Council who supported our 125 Anniversary celebrations with a small grant towards some of our outreach including funding a children's celebration. The Trust continues to have active and positive dialogue with Eden North project team has met with local community artists, local heritage groups in Morecambe and Lancaster and further afield.

Social Media Engagement

Facebook; In 2021, the number of people following the Morecambe Winter Gardens Facebook page was 2,913 – this was an increase of 628 from the previous year. Currently in 2022, we now have 4,062 followers which is an increase of 1,149.

Twitter; In 2021, there were 2,645 followers which was an increase of 505 from the previous year. Currently in 2022, there are 2,978 followers, which is an increase of 333.

Instagram; In 2021, there were 653 which was an increase of 342 and, currently in 2022, there are 875 followers which is an increase of 222.

Website: the Morecambe Winter Gardens website received 140,690 views in 2021. In the past year, the website received 7,485 visitors and 12,875 visits.

This current track record, alongside the feedback from users, partners and audiences, has informed the next stages of the development. Furthermore, our own research and consultation on local needs is supported and underlined by local policies and initiatives. Remade: A Cultural Investment Strategy for Lancashire (May 2020) identified the need for fit for purpose infrastructure to support the growth of both engagement and the creative industries. A lack of facilities, in particular those of larger scale, are seen as a significant barrier in the area. Morecambe Winter Gardens can play a crucial role in moving that barrier and has already taken significant steps to do so. It will support the need to scale up current activities and allow partners to use the spaces for a range of different programmes.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2023
(continued)

Fundraising

As all fundraising completely falls under the remit of the Trust, a strategy was developed to complete the following priorities outlined in the previous report

- Complete the financial and economic viability report as per funding granted in January 2022 from LCC, MTC and University of Sheffield
- Complete the AHF Project Viability Grant by September 2022
- Submit EOI for ACE Cultural Development Grant which opened in July 2022 which if successful will require a full submission by November 2022
- Submit further grants to Historic England and other funders to full method and structural survey of the full building to enable a complete costings for all future major investments.

Specialist Report and Architectural -

The major fundraising initiative was to prepare the Trust for submission to the Cultural Development Fund (CDF) a national fund administered by Arts Council England with funding through DCMS. Calls for proposals were released in April 2022 with submission of an Expression of Interest by July 2022 with successful applications invited to submit for round 2 in September 2022. In readiness for this application the funding from the Architectural Heritage Fund alongside the grants granted in the previous financial year was complete and further funding to Historic England for a full condition report in order to understand the full issues relating to the building as a whole rather than area by area. This was submitted in June 2022 for a full method and structural survey to enable complete costings for all future investments and was successful in early September 2022. Part of the condition of the CDF was match funding of 20% towards the cost and further funding strategies were put forward including a submission to the UK Shared Prosperity Fund through Lancaster Council of up to £200,000 to sit alongside the request of £2.8 Million to the CDF requiring a further £180,000 to £200,000 match funding from the Trust and other sources. A full fundraising strategy was submitted with the application to both funding streams. Fourth Street who were employed on the Architectural Heritage Fund grant for the economic analysis provided essential pro-bono work on both the UKSPF submission including the economic outputs required and the work on the CDF final submission. This deadline for submission after the successful EOI was November 20th 2022 with a successful outcome announced in March 2023.

Event fundraising

As part of our 125 anniversary events a series of fundraising activities were undertaken by the Trust and the volunteers these included a raffle with prizes supplied by local businesses and raised over £3000 in total with the volunteers collecting a range of prizes. Donations in the theatre continued and one off donations included gifts of up to £1000. We also continued our fundraising tours which increased in visitor numbers and demonstrated a keen interest in the Winter Gardens and its history. *Day to Day operational fundraising*

New volunteers were recruited to run the café, tombola, and the weekend tours and over 33,000 visitors came between end of May and the end of October resulting in an increase in turnover, donations and visitors. This was added to the visitors who came for the Mars Exhibition in November with Morecambe Town Council and the Pantomime in December which generated a further 17,000 plus visitors together bringing our overall visitor number to over 50,000. Fundraising revenue from the merchandise stall, the tours, the café and the one off event created a healthy profit for the theatre as well as covering the running costs of the theatre and its day to day maintenance.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2023
(continued)

Building Management

The new heating system from 2022 enabled us to open for a longer period of time including extending our opening period until December and enabling us to operate outside the summer/seasonal months for the first time effectively. This created greater revenue, increased footfall and greater publicity for the building. Additional work left over from Historic England funding was complete including the reinstatement of plaster work left in order to complete the structural work from UK Restoration, additional work on the roof and gutters was also completed as well as the dormer windows. Other work included a review of the alarm system, a full review of our health and safety procedures under the management of Richard Ryan which will be completed next year. Over 100 hours maintenance undertaken by the maintenance volunteers weekly with support from the Richard Ryan (Trustee) and Malcolm O Neil (Director and R & M supervisor) to ensure that the work is within the conservation guidance supplied by Historic England and Conservation Officers at Lancaster City Council.

Work on the stage areas including LODA testing certification, installation of new production equipment. A provisional appraisal highlighted the risk to aspects of the decorated foyer, staircase, floors & ceramics, this is of utmost importance & priority. All other aspects subject to condition reports and the ongoing structural survey funded by Historic England in September 2022 was completed in order to prepare the funding request for the CDF grant submission in November 2022.

Event Management

The Winter Gardens opened again in April as a celebration of our 125th anniversary. Events over the year included a successful showing of the Lodger with the Yorkshire/Northern Silent Film Festival as part of our 125th anniversary celebrations. Alongside our usual weekend openings with our organist Peter Jetson playing a range of Sundays we also arranged a series of anniversary related event and commemorative items. We also commissioned a series of anniversary items including Gin, tea-towels, additional merchandise and a large-scale raffle including prizes donated by local businessmen. The major event occurred in July 2022 with a visit by HRH Prince of Wales to the Winter Gardens to meet the volunteers as part of a afternoons activities in Morecambe. The Trust was chosen in recognition of its dedicated work and volunteers from the Restoration and Maintenance Team alongside Malcolm O'Neil and Professor Vanessa Toulmin met HRH Prince Charles and took him on a tour of the venue. All the volunteers were there alongside volunteers from other organisations and the team from Eden North. 125th Anniversary weekend Saturday 16th July: Free Children's Party. Goody Bags were provided for the children's party, these were sponsored by local people and businesses. Entertainment was also provided in the form of: sand art, face painting and Uncle Billy's Punch & Judy. Saturday 16th & Sunday 17th July: Birthday Theatre Tours Sunday 17th July: we held our special Birthday Raffle. Sunday 24th July: Yorkshire Silent Film Festival. There was a special showing of Hitchcock's thriller The Lodger: A Story of the London Fog – with live music. Saturday 6th August: the George Formby Society held a one day convention. The inaugural Morecambe Poetry Festival took place in September 21/22 2022 and this two-day event organised by West End Playhouse saw nationally acclaimed poets in the building over the two day period attended by audiences of up to 500 people per event. Also working with West End Playhouse was the Hawkfest 2022 (9 to 11 September) featuring Hawkind and a range of bands. This was another important learning curve in understanding the needs of large touring music operations. Echoes of the North: the fifth Yorkshire Silent Film Festival concluded at the Morecambe Winter Gardens on Sunday 6th November 2022. The performance featured a world premiere of a silent film with a brass band score performed by Brighouse and Rastrick Band. Echoes of the North; Four Chapters in Time is a film which has been created using rarely seen footage shot from around the North of England from the early 1900s. The film was accompanied by a new score composed by Neil Brand and performed by Brighouse and Rastrick Band. Luke Jerram's Mars was held in the Winter Gardens organised by Morecambe Town Council and saw a nationally acclaimed art installation on show in the Winter Gardens from 11 to 28th November and was attended by over 13,000 people in total with additional events including music by Candlelight, science talks and installations and special events programmed by Morecambe Town Council.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2023
(continued)

Event Management (continued)

December saw the first professional pantomime return to the Winter Gardens in over fifty years produced by Joe Purdey Productions and ran from 10th to 24 December with a number of adult versions and special shows as part of the programme. This was the most successful year in term of numbers and the range of activities held in the building and will help us build on our events policy for the future implementation of the CDF award.

Governance

On the 7th day of February 2022 the following special resolution was duly passed:

That the Memorandum of the Company be altered as follows: -

1. Paragraph 3 (2) be removed in its entirety
2. In paragraph 5(5)(c) the word "below" shall be replaced with the word "above"

That the Articles of Association be altered as follows.

1. In clause 1 interpretation there shall be added the following: -
 - a. "Executive Directors" means those Directors of the board who have legal responsibility in the day-to-day management of the company.
 - b. "Executive Team" means the Executive Directors and the Executive Team are Charity Trustees as defined by the Charities Act 1993 Section 97.
 - c. "Non-Executive Director" means a member of the Company's Board of Directors who is not part of the Executive Team.
 - d. "The Directors" means both the Executive Directors and the Non-Executive Directors of the Company
2. In clause 1 interpretation there shall be removed in its entirety the following paragraph: - "The Directors" means the Directors of the Charity. The Directors are Charity Trustees as defined by the Charities Act 1993 section 97.

Reserves policy, risk management and going concern

The Trust does not have staff and so the need for reserves is minimal and building focused. The main object of the charity is the ownership and upkeep of the Morecambe Winter Gardens. As the building has been empty for some time the interior, prior to the ownership of the Trust, had fallen into a state of disrepair. As outlined our main goals were to increase revenue, enable greater conservation and maintenance through grant funding

The risks identified in the operational model we inherited have now been reviewed and fire assessments, health and safety documents and event policies have been implemented successfully resulting in increase revenue, greater public trust and funding awards. All have continued to be updated in line with current legislations and incorporated into any future activities planned for the building. The volunteers and all Trustees involved in the building operate under the Code of Conduct, and all inductions necessary for working with the Charity. All individuals who did not or will not comply will no longer be associated with the Charity and we have now implemented the following procedures and safeguards.

- Trustee meetings to consider and review the risks the charity may face.
- Written Systems and procedures to mitigate those risks identified.
- The implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2023
(continued)**

Purpose of the charity's funds

The charity operates two types of funds:-

- i. **The Unrestricted Fund** is used for operating the charity.
Some of the unrestricted fund can be allocated by the trustees for specific purposes. The trustees have set up a designated fixed asset fund to match the book value of fixed assets less loans secured on them.
- ii. **Restricted Funds** are set up for specific purposes and monies received may only be used for that purpose. Funds may typically be generated from sponsorships, donations and lottery grants.

Plans for future periods

- Plan and put in the new model for the successful implementation of the CDF funding including the appointment of the four new posts as part of the project.
- Ratify and continue to develop Volunteer Framework
- Continue to fundraise and increase revenue including applying to Crowdfund Lancashire for the remaining £45,000 required for the restoration of the ceramic features in the foyer and also submit application to the Pilgrim Trust and others that may be applicable
- Start the process of major stakeholder engagement with Heritage Fund and other funders
- Increase revenue to ensure our matching fund targets for the CDF of £50,000 is within target.

Responsibilities of the trustees

The trustees (who are also the directors of Morecambe Winter Gardens Preservation Trust Limited for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law and law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2023
(continued)**

Responsibilities of the trustees (continued)

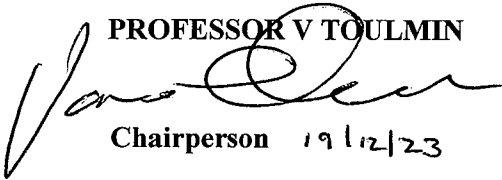
The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities Act 2011. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trust is currently recruiting two additional Trustees and will be working with Voluntary Acton Lancaster on reviewing and recruitment of these posts subject to volunteer expansion. In so far as the trustees are aware at the time of approving our trustees' annual report:

- 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.

Auditors

A resolution to re-appoint John Potter & Harrison as auditors for the ensuing year will be proposed at the annual general meeting in accordance with Section 487(2) of the Companies Act 2006.

Signed on behalf of the trustees


PROFESSOR V TOULMIN
Chairperson 19/12/23

**Registered Office:
209 Marine Road West
Morecambe
Lancashire
LA4 4BU**

Company registration number: 5556536

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED**

Opinion

We have audited the financial statements of Morecambe Winter Gardens Preservation Trust for the year ended 30 March 2023 which comprise the group statement of financial activities, the group and parent company statement of financial position and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, subject to the matters reported on by exception below, the financial statements:

- give a true and fair view of the state of the group's and of the Charitable company's affairs as at 30 March 2023 and of its incoming resources and application of resources for the period 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 applicable law and International Standards on Auditing (UK) (ISAs (UK)). 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 group and 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. 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.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)

Other information (continued)

In connection with our audit of the financial statements, 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 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 or a material misstatement of the other information. 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 trustees' report for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group charitable company and its environment obtained in the course of the audit, we have not identified misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which 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 group 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement (set out on pages 7-8), 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 group 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 group 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 group charitable company or to cease operations, or have no realistic alternative but to do so.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below. Our approach to identifying and assessing the risks in respect of irregularities and non-compliance with laws and regulations, was as follows:

- the senior statutory auditor ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with the trustees and other management;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, the Charities Act 2011, taxation legislation and data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statement to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquires of trustees as to where they considered there was susceptibility to fraud, their knowledge of actual and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through trustee bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships; and
- investigated the rationale behind significant or unusual transactions.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

Auditor's responsibilities for the audit of the financial statements (continued)

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing the financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of trustees as to the actual and potential litigation claims; and
- reviewing correspondence with relevant regulators.

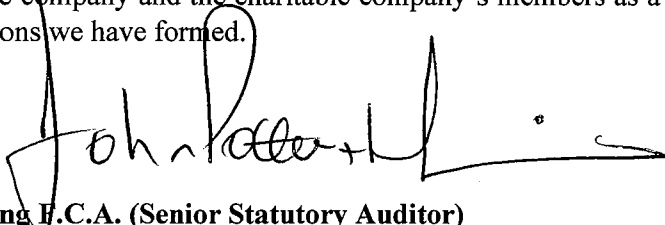
No instances of material non-compliance were identified.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Report Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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 charitable 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 anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Ian Riding F.C.A. (Senior Statutory Auditor)
For and on behalf of
John Potter & Harrison
Chartered Accountants & Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH

Date: 21/12/23

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)
YEAR ENDED 30 MARCH 2023

		Unrestricted fund £	Restricted fund £	Total Funds 2023 £	Total Funds 2022 £
	Note				
Income:					
Donations and legacies	4	16,115	-	16,115	7,025
Income from charitable activities:					
Operation of a theatre	6	85,432	86,748	172,180	386,654
Income from other trading activities:					
Commercial trading operation	5	53,309	-	53,309	35,753
Total incoming resources		<u>154,856</u>	<u>86,748</u>	<u>241,604</u>	<u>429,432</u>
Expenditure:					
Costs of raising funds:					
Commercial trading operation	5	(15,016)	-	(15,016)	(3,151)
Expenditure on charitable activities:					
Operation of a theatre	7	(77,220)	(111,745)	(188,965)	(71,645)
Total resources expended		<u>(92,236)</u>	<u>(111,745)</u>	<u>(203,981)</u>	<u>(74,796)</u>
Net ingoing/(outgoing) resources before transfers		62,620	(24,997)	37,623	354,636
Transfer between funds		-	-	-	-
Net income/(expended) resources for the period		62,620	(24,997)	37,623	354,636
Total funds brought forward		<u>388,016</u>	<u>759,355</u>	<u>1,147,371</u>	<u>792,735</u>
Total funds carried forward		<u><u>450,636</u></u>	<u><u>734,358</u></u>	<u><u>1,184,994</u></u>	<u><u>1,147,371</u></u>

The statement of Financial Activities includes all gains and losses in the period and therefore a statement of total recognised gains and losses has not been prepared.

All the above amounts relate to continuing activities.

The notes on pages 17 to 27 form part of these financial statements

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED BALANCE SHEET
AS AT 30 MARCH 2023

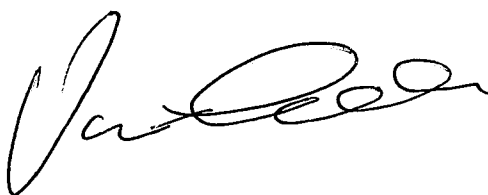
		2023	2022
		£	£
	Note		
Fixed assets			
Heritage asset	10	1,172,873	1,126,126
Tangible assets	11	5,969	7,959
		<u>1,178,842</u>	<u>1,134,085</u>
Current assets			
Debtors	13	58,669	51,534
Cash at bank		71,703	91,765
		<u>130,372</u>	<u>143,299</u>
Creditors: Amounts falling due within one year	14	(22,060)	(19,846)
Net current assets		<u>108,312</u>	<u>123,453</u>
Total assets less current liabilities		1,287,154	1,257,538
Creditors: Amounts falling due after one year	15	(102,160)	(110,167)
Net assets		<u>1,184,994</u>	<u>1,147,371</u>
Funds			
Morecambe Winter Gardens Limited		1	1
Restricted income funds	16	734,358	759,355
Unrestricted income funds	17	450,635	388,015
Total funds	18	<u>1,184,994</u>	<u>1,147,371</u>

The trustees have prepared group accounts in accordance with Section 398 of the Companies Act 2006 and Section 138 of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The financial statements were approved by the members of the committee on 19 Dec 2023 and are signed on their behalf by:

PROFESSOR V TOULMIN – Chairperson

Company Registration Number: 5556536



The notes on pages 17 to 27 form part of these financial statements

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CHARITY BALANCE SHEET
AS AT 30 MARCH 2023

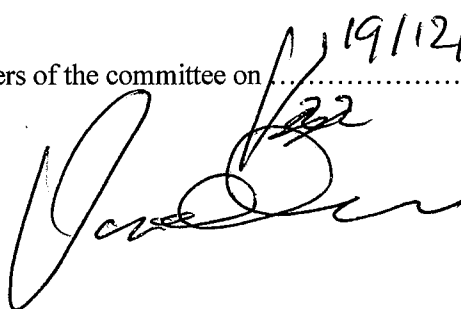
		2023	2022
		£	£
	Note		
Fixed assets			
Heritage asset	10	1,172,873	1,126,126
Tangible assets	11	5,969	7,959
Investments	12	100	100
		<u>1,178,942</u>	<u>1,134,185</u>
Current assets			
Debtors		63,568	55,454
Cash at bank		66,703	87,744
		<u>130,271</u>	<u>143,198</u>
Creditors: Amounts falling due within one year		<u>(22,060)</u>	<u>(19,846)</u>
Net current assets		<u>108,211</u>	<u>123,352</u>
Total assets less current liabilities		1,287,153	1,257,537
Creditors: Amounts falling due after one year		<u>(102,160)</u>	<u>(110,167)</u>
Net assets		<u><u>1,184,993</u></u>	<u><u>1,147,370</u></u>
Funds			
Restricted income funds		734,358	759,355
Unrestricted income funds		450,635	388,015
Total funds		<u><u>1,184,993</u></u>	<u><u>1,147,370</u></u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small company regime and in accordance with FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The financial statements were approved by the members of the committee on and are signed on their behalf by:

PROFESSOR V TOULMIN – Chairperson

Company Registration Number: 5556536

19/12/2023


The notes on pages 17 to 27 form part of these financial statements

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 MARCH 2023**

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 209 Marine Road West, Morecambe, LA4 4BU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', 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 (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Group financial statements

The financial statements consolidate the results of the Charity and its wholly owned subsidiary Morecambe Winter Gardens Limited on a line by line basis. A separate statement of financial activities and income and expenditure account for the Charity has not been presented because the Charity has taken advantage of the exemption afforded by Section 408 of the Companies Act 2006.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2023**

3. Accounting policies (continued)

Income tax

The company is considered to pass the tests set out in Sch. 6, para. 1 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Pt. 11, Ch. 3 of the Corporation Tax Act 2010 or s. 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Cash flow statement

The trustees have taken advantage of the exemption in FRS102 from including a cash flow statement in the financial statements on the grounds that the company is small.

Donations and grants

Income from donations and grants, including capital grants, is included in incoming resources when these are receivable.

Fund accounting

Funds held by the charity are either:

Unrestricted Funds – these are funds which can be used in accordance with the charitable objects at the discretion of the directors/trustees.

Restricted Funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for specific restricted purposes.

Further explanation of the nature and purpose of each funds is included in the notes to the accounts.

Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis.

Charitable expenditure includes all expenses within the charity's objects.

Heritage asset

The Morecambe Winter Gardens is a grade II listed building recorded at cost.

It is the policy of the trust to improve and maintain this asset and accordingly in the opinion of the trustees the life of this asset is so long and the residual value so high that its depreciation is not significant.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2023

3. Accounting policies (continued)

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures, fittings and equipment – 25% p.a. reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or group of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised costs.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2023

3. Accounting policies (continued)

Financial instruments (continued)

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Company limited by guarantee

Morecambe Winter Gardens Preservation Trust Limited is a company limited by guarantee and accordingly does not have a share capital. The Trustees (who are also directors) are named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

Turnover

Turnover comprises the amounts receivable from donations, events, rents, theatre hire and other fundraising activities during the period, after deduction of VAT where applicable.

In the opinion of the trustees, none of the turnover of the company is attributable to geographical markets outside the UK.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2023

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Donations:				
Crowd funding	-	-	-	20
Other donations	16,115	-	16,115	7,005
	<u>16,115</u>	<u>-</u>	<u>16,115</u>	<u>7,025</u>

5. Commercial trading operations

The commercial trading company is Morecambe Winter Gardens Limited who operate the bar and catering facilities within the theatre.

A summary of its trading results is shown below:-

	2023 £	2022 £
Fund raising	53,309	35,753
Retained by subsidiary	-	(1)
	<u>53,309</u>	<u>35,752</u>
Cost of sales	14,699	(2,834)
Bank charges	317	(317)
	<u>15,016</u>	<u>(3,151)</u>
	38,293	32,601
Amount gifted to company	38,293	(31,277)
	<u>-</u>	<u>1,324</u>

The assets and liabilities of the subsidiary company were:-

Current assets	5,000	4,021
Creditors: amounts falling due within one year	(4,899)	(3,920)
	<u>101</u>	<u>101</u>
Aggregate share capital and reserves	<u>101</u>	<u>101</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2023

6. Operation of a theatre

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Grants:				
National Heritage	-	-	-	18,380
Historic England	-	39,248	39,248	205,295
Architectural Heritage	-	47,500	47,500	37,200
Lancashire County Council	-	-	-	10,000
University of Sheffield	7,700	-	7,700	10,000
Business Interruption grant	-	-	-	10,667
Coastal Communities Fund	-	-	-	56,067
Morecambe Town Council	650	-	650	9,997
Morecambe EBids	-	-	-	1,900
Rents receivable	13,067	-	13,067	11,200
Hire of theatre	63,015	-	63,015	15,948
Education a Skill	1,000	-	1,000	-
	<u>85,432</u>	<u>86,748</u>	<u>172,180</u>	<u>386,654</u>

7. Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Repairs and maintenance	25,699	-	25,699	10,478
Premises costs	33,360	-	33,360	30,960
Office costs	2,295	-	2,295	2,617
Accountancy fees	1,400	-	1,400	1,400
Audit fees	600	-	600	600
Sundry expenses	3,073	-	3,073	2,749
Bank charges	1,027	-	1,027	2,159
Loan interest	2,916	-	2,916	3,800
Depreciation	1,990	-	1,990	2,652
Professional fees	4,860	111,745	116,605	14,230
	<u>77,220</u>	<u>111,745</u>	<u>188,965</u>	<u>71,645</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2023

8. Net incoming resources for the period

This is stated after charging:	2023	2022
	£	£
Depreciation	1,990	2,652
Bank loan interest	2,916	3,800
Auditors' remuneration:		
- accountancy	1,400	1,400
- audit of the financial statements	600	600
	<u> </u>	<u> </u>

9. Corporation tax

No provision for taxation is made in these accounts as the company, being a registered charity, is exempt from UK corporation tax.

10. Heritage asset

	Freehold Property £	Acquisition Costs £	Total £
Cost			
At 31 March 2022	1,122,948	3,178	1,126,126
Additions	46,747	-	46,747
Disposals	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2023	<u>1,169,695</u>	<u>3,178</u>	<u>1,172,873</u>
Depreciation			
At 31 March 2022	-	-	-
Charge for the period	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2023	<u>-</u>	<u>-</u>	<u>-</u>
Net book value			
At 30 March 2023	<u>1,169,695</u>	<u>3,178</u>	<u>1,172,873</u>
Net book value of restricted assets	<u>734,358</u>	<u>-</u>	<u>734,358</u>
At 30 March 2022	<u>1,122,948</u>	<u>3,178</u>	<u>1,126,126</u>

Summary analysis of Heritage asset transaction

	2023 £	2022 £	2021 £	2020 £	2019 £
Purchases	<u>46,747</u>	<u>472,760</u>	<u>301,499</u>	<u>-</u>	<u>-</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2023

11. Tangible fixed assets

	Fixtures Fittings & Equipment £	Total £
Cost		
At 31 March 2022	20,876	20,876
Additions	-	-
Disposals	-	-
At 30 March 2023	20,876	20,876
Depreciation		
At 31 March 2022	12,917	12,917
Charge for the period	1,990	1,990
At 30 March 2023	14,907	14,907
Net book value		
At 30 March 2023	5,969	5,969
At 30 March 2022	7,959	7,959

12. Investments

	2023 £	2022 £
Shares held in Morecambe Winter Gardens Limited	100	100

The charity holds 100 ordinary shares of £1 each in its wholly owned trading subsidiary company Morecambe Winter Gardens Limited which was incorporated in the United Kingdom on 20 February 2013. The principal activity of Morecambe Winter Gardens Limited is the provision of fund raising facilities for Morecambe Winter Gardens which is operated by Morecambe Winter Gardens Preservation Trust Limited.

13. Debtors

	2023 £	2022 £
Other debtors	58,669	51,534
	58,669	51,534

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2023

14. Creditors: Amounts falling due within one year

	2023	2022
	£	£
Loan: Lancaster City Council	2,960	2,940
Santander	4,600	4,600
Deferred income	10,000	-
Accruals	4,500	12,306
	<u>22,060</u>	<u>19,846</u>

The loan from Lancaster City Council is secured by a first fixed legal charge with full title guarantee over the freehold interest in the property.

15. Creditors: Amounts falling due after one year

	2023	2022
	£	£
Unsecured bank loan (falling due in less than 5 years)	9,540	14,567
Secured bank loan (falling due in less than 5 years)	11,840	11,760
Secured bank loan (falling due after 5 years)	80,780	83,840
	<u>102,160</u>	<u>110,167</u>

16. Restricted income funds

	Balance at 31.03.22	Incoming resources	Outgoing expended	Balance at 30.03.23
	£	£	£	£
Theatres Trust	200	-	-	200
Historic England	585,899	39,248	(39,248)	585,899
Architectural Heritage	25,000	47,500	(47,500)	25,000
Lancashire County Council	10,000	-	(10,000)	-
University of Sheffield	10,000	-	(10,000)	-
Coastal Communities Fund	96,220	-	-	96,220
Morecambe Town Council	4,997	-	(4,997)	-
Crowd Funding	27,039	-	-	27,039
	<u>759,355</u>	<u>86,748</u>	<u>111,745</u>	<u>734,358</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2023

17. Unrestricted income funds

	Balance at 31.03.22 £	Incoming resources £	Outgoing expended £	Transfers £	Balance at 30.03.23 £
Fixed asset fund	304,376	-	-	44,528	348,904
General funds	83,639	101,547	(83,455)	-	101,731
	<u>388,015</u>	<u>101,547</u>	<u>(83,455)</u>	<u>44,528</u>	<u>450,635</u>

The fixed asset fund represents the net book value of tangible fixed assets not held in restricted funds less any loans secured on the assets. Each year an amount is transferred to or from the fund to reflect the movements of the tangible fixed assets not held in restricted funds at the year end.

18. Analysis of net assets between funds

	Tangible fixed assets £	Net Current assets/ (liabilities) £	Total £
Restricted income funds:			
Theatres Trust	200	-	200
Historic England	585,899	-	585,899
Lancashire County Council	-	-	-
University of Sheffield	-	-	-
Coastal Communities fund	96,220	-	96,220
Morecambe Town Council	-	-	-
Crowd Funding	27,039	-	27,039
Architectural Heritage	25,000	-	25,000
	<u>734,358</u>	<u>-</u>	<u>734,358</u>
Unrestricted income funds:			
Morecambe Winter Gardens Limited	-	1	1
Designated funds	348,904	-	348,904
General funds	-	101,731	101,731
	<u>348,904</u>	<u>101,732</u>	<u>450,636</u>
Total funds	<u>1,083,262</u>	<u>101,732</u>	<u>1,184,994</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2023

19. Capital commitments

There are no capital commitments at the year end.

20. Related party transactions

No trustee nor any persons connected with them have received any remuneration from the charity. The charity has not paid any expenses incurred by the trustees for services provided to the charity (2022: £NIL).

Accounts

Company Registration Number: 5556536

Charity No: 1113010

**MORECAMBE WINTER GARDENS
PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 MARCH 2022**

**John Potter & Harrison
Chartered Accountants and Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH**

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS
YEAR ENDED 30 MARCH 2022

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**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name: Morecambe Winter Gardens Preservation Trust Limited

Charity number: 1113010

Company registration number: 5556536

Registered office: 209 Marine Road West
Morecambe
Lancashire
LA4 4BU

Trustees: Mr Paul Anderton
Mr Richard Ryan
Mr Steve Matthews
Mr M J Shenton
Professor V Toulmin
Mr C. S Oktem (appointed 31 May 2022)

Auditor: John Potter & Harrison
Chartered Accountants and Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH

Bankers: Santander
28 Penny Street
Lancaster
Lancashire
LA1 1UA

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2022**

The Trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 March 2022.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) referred to as the Charities SORP (FRS102) (second edition – October 2019).

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

Directors and Trustees

The Trustees who served the company during the period and subsequently were as follows:

Mr M J Shenton

Professor V Toulmin

Mr Paul Anderton

Mr Richard Ryan

Mr Steve Matthews

Mr M. D. O'Neil

Mr C. S. Oktem (appointed 31st May 2022)

Structure, governance and management:

Company organisation

The company is a charitable company limited by guarantee and does not have a share capital. It was incorporated on 7 September 2005 and registered as a charity on 16 February 2006. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Organisational structure

The board of trustees administers the charity. The trustees hold meetings once a month to discuss the operation with Professor Vanessa Toulmin appointed Chair for five years with an option for a further two if required.

Related parties

Morecambe Winter Gardens Limited was incorporated on 20 February 2013 as a trading company. The share capital of the company is owned entirely by Morecambe Winter Gardens Preservation Trust Limited.

Objectives and activities for the public benefit

The main object of the charity is the ownership, restoration and operation of The Morecambe Winter Gardens, a Grade II* Listed Building. The Winter Gardens operates as both a performance venue and also an historic building and is open through private hire or weekends when it is operated by the volunteers as a café/historic venue for tours and visitors for fundraising purposes through agreement with the Preservation Trust Limited.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2022
(continued)

Developments and achievements

Our main priorities within this financial period were as outlined from 2021 report:

- To open the building safely and successfully when government restrictions are lifted and to work with our volunteers to operate the building
- To fundraise to continue the operational and monthly running costs of the building during the period of lockdown and to submit a feasibility application to the Architectural Heritage Fund and other funders to continue both the historic restoration work but also incorporated new usages for the building.
- To work with the national and local bodies to build a fully robust and effective management and business model to encourage further government funding
- To finalise and fully implement the recommendations of the governance review and putting in place the infrastructure to operate as one charitable body.

The successful implementation is outlined below

Covid-19 restrictions

Restrictions were partially lifted in the middle of March 2021 and fully lifted by 19 July 2021 as the country moved into Step 4 of the Roadmap. The venue reopened to the public on the 29th May 2021 with social distancing and reduced capacity at the weekends and events. The financial support enabled through the Cultural Recovery Fund Round 1 and 2 enabled the Trust to meet monthly payments from April 2021 and enabled a small reserve from which to start the reopening period. The measures undertaken the previous year had resulted in winning further national support for the venue, and using the extended lockdown period to do essential maintenance and conservation outlined later in the report.

Financial

The Winter Gardens continued to operate and demonstrate profit which is then put back into our funding strategy for external grants. The venue reopened May 29th with an increase in weekend opening hours of Saturday and Sunday to increase revenue due to previous opening restrictions. Our largest expenditure continues to be the cost of insurance but overall monthly repayment costs reduced in the previous financial year due to the loan from Lancaster City Council. The volunteers remain an important operational functional function with café income and donations alongside venue hire and grant revenue enabled the operational activities maintained. Programming and venue hire started again but was slow and income from hires reduced due to industry caution of planning large-scale events due to previous lockdowns. The hires we undertook have demonstrated a more variable level of programming and activities including theatre plays, film festivals and music productions. Investment in the fire safety policies and assessments to enable capacity increase was a major expense, but will benefit the future progression of the theatre as a music venue.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2022
(continued)

Developments and achievements (continued)

Stakeholder Engagement

The Trust continues to have regular meetings with Historic England, Architectural Heritage Fund, Lancaster City Council and David Morris MP for Lunesdale. We have received significant support from Tom Brown in the Council's regeneration team and great support from David James in the Conservation Team. The Trust has engaged with the local creative ecology and cultural groups via Lancashire Arts Partnership and is also an active member of the BID. The Trust is also a member of the new Morecambe Vision Group and continues to have active and positive dialogue with Eden North project team has met with local community artists, local heritage groups in Morecambe and Lancaster and further afield. As part of our successful heating campaign an official reopening of the building with a free event and film show in conjunction with North West Film Archive funded by a grant from Morecambe Town Council took place with key stakeholders locally nationally invited and other 400 locals and those who had actively donated via the Crowdfunding invited. The heating was switched on for the first time since 1977 and proved effective at heating the auditorium. National and local publicity was supportive and encouraging of our progress and the new training for the café and weekend volunteers proved to be successful and demonstrated good progress for the volunteers.

Fundraising.

As all fundraising completely falls under the remit of the Trust, a strategy was developed to manage this along three main themes and these are outlined in more detail below:

- building conservation and maintenance
- strategy and priorities for regeneration including funding for specialist reports
- day-to-day fundraising to continue the daily operation of the venue.

Building Conservation - In January 2021 the Winter Gardens year was awarded £350,000 funds required to repair both the auditorium ceiling and the plaster work over the Grand Staircase leading up to the Circle and the Gods area. This work was undertaken from January to September 2021 and is outlined in detail under building management and grants including specialist costs fell over two financial periods. Additional funding from Buildings at Risk Fund submitted in May 2021 was successfully awarded in June 2021 of £209,215 towards estimated eligible costs of £261,519. This work progressed throughout the year and full details found in building management.

Specialist Report and Architectural – In order to progress with a viable economic model for the future operation of the building we put forward applications to University of Sheffield (£10,000), Morecambe Town Council (£5,000) and Lancaster City Council (£10,000), for funding for an economic viability plan which will be needed for future regeneration led bids for the venue. This was successful and £25,000 was awarded by the three bodies in January and used to apply as match funding to the Architectural Heritage Fund for a Project Development Grant following on from the previous Project Viability Grant. Grant application for £47,500 towards a project development for the front of the building including management support was awarded on 23 March 2022 and this phase of work will be undertaken from April 2022.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2022
(continued)

Fundraising (continued)

Day to Day operational fundraising

The volunteers became part of the overall structure of the Trust and a system of volunteering for both the Restoration and Maintenance Team and the Weekend Volunteers is now place. New volunteers were recruited to run the café, tombola, and the weekend tours and over 9000 visitors came between end of May and the end of October resulting in an increase in turnover, donations and visitors. We also put in new merchandise lines which were secured locally from local creatives and this enabled greater revenue increase. The fundraising enabled the monthly overheads of the building including the new loan agreement with LCC and the increased costs due to the Covid Bounce Back repayments to be met alongside the increased heating and overheads.

Building Management

- Successful completion of the heating system by Bay Builders completed in March 2021 with additional building regulations and six new fire doors installed and completed, the heating switched on in readiness for the reopening of the building on 29 May 2021.
- Thomasons Conservation Engineers continued to oversee the second part of the work funded by Historic England by Hayles and Howe on the repair and restoration of the fibrous plaster ceiling on which the work commenced in January 2021. Work was completed in September 2021 and consisted of new ceiling panels installed in the Gods, stainless steel wires that reinforced the hemp ties on the plaster panels, with 1400 in total replaced. Hayles and Howe cleared the main auditorium for use by May and the subsequent work in the Gods (third level of the venue) enabled the theatre to reopen whilst the work was still ongoing throughout the summer. This enabled weekly visitors to see first-hand the conservation work undertaken with regular updates on the website and social media attracting many thousands of views.
- From January 2022, Hayles and Howe returned to do the third stage of work on the horseshoe around the main auditorium and replace missing beams, plasterboards and to replace the box in the auditorium which had been completely taken out sometime in the late 1990s. They also repaired the missing cherubs on the main staircase and completed the final phase of plasterboards into the Gods. UK Restoration were employed to do the work on the roof to replace the missing lead flashings and decaying tiles with new materials consistent with its listed status. New skylights were installed and corroded steelwork in the "Gods" reinforced with galvanised steel placed onto the existing lattices for strengthening. Roof space above the ceiling with had 6 new wrought iron trusses, over 8 feet in height, and steelwork that support the roof of the theatre installed. Wooden flooring boards were installed to allow safe movement across the work area and prevent damage to the ceiling.
- Our wonderful Restoration and Maintenance Team under the leadership of Malcolm O'Neil continued supporting the work of the numerous contractors who have been working in the Winter Gardens over this past year. Their skills and voluntary contributions have saved the Trust many thousands of pounds with their continuous work and are an essential part of our success in maintaining the day to day infrastructure. Work this year included the repainting of the horseshoe concrete floor boathouse blue with a grant from Morecambe Town Council.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2022
(continued)

Event Management

The Winter Gardens opened again in May and we had over 9000 visitors at the weekend and for our events up to October 2021 and then an additional 960 for the Levellers in November. The café was open new volunteers were recruited and operated the weekend venue and tours were undertaken by the specially trained heritage guides. Event bookings were slow due to industry hesitation and caution of previous lockdowns but key events that took place included The Lost Voices of Morecambe Winter Gardens with local author Alison Armstrong, Yorkshire Silent Film Festival screenings and use of the building for extras for location filming. A full list as follows: 26th May Bingo That's Bonkers, 12th - 14th August Lost Voices of the Winter Gardens, 25th September Pure Queen, W/c 27th September Disney filming at Midland. Theatre used for extras, 9th October Leeds male voice choir, 30th October Rapunzel Adult Panto, 31st October Yorkshire Silent Film Festival, 11th December Magnificent Buble. However, the most significant event was the use of the Theatre by From the Field who at short notice asked if the venue could host The Levellers but this would mean a capacity requirement of 900 plus greater than our standard capacity. Our Trustees Richard Ryan and our Fire Safety Office Mark Bateson worked closely with Lancashire County Council Fire Services and hired a specialist company Surety Fire Solutions to put forward a Fire Risk Strategy which enabled the increase to 969 plus 60 backroom event and volunteers/security. This was added to our venue license and From the Field music management and festival company used the Winter Gardens as a test case for enabling larger touring events to be part of our new business model moving forward. The event was a success and resulted in real time knowledge of requirements needing moving forward for infrastructure required for hosting larger touring bands on the national circuit. The additional capacity of 969 is a sea change for the venue and will enable a stronger economic case for investment moving forward.

Governance

On the 7th day of February 2022 the following special resolution was duly passed:
That the Memorandum of the Company be altered as follows: -

1. Paragraph 3 (2) be removed in its entirety
2. In paragraph 5(5)(c) the word "below" shall be replaced with the word "above"

That the Articles of Association be altered as follows.

1. In clause 1 interpretation there shall be added the following: -
 - a. "Executive Directors" means those Directors of the board who have legal responsibility in the day-to-day management of the company.
 - b. "Executive Team" means the Executive Directors and the Executive Team are Charity Trustees as defined by the Charities Act 1993 Section 97.
 - c. "Non-Executive Director" means a member of the Company's Board of Directors who is not part of the Executive Team.
 - d. "The Directors" means both the Executive Directors and the Non-Executive Directors of the Company
2. In clause 1 interpretation there shall be removed in its entirety the following paragraph: - "The Directors" means the Directors of the Charity. The Directors are Charity Trustees as defined by the Charities Act 1993 section 97.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2022
(continued)

Reserves policy, risk management and going concern

The Trust does not have staff and so the need for reserves is minimal and building focused. The main object of the charity is the ownership and upkeep of the Morecambe Winter Gardens. As the building has been empty for some time the interior, prior to the ownership of the Trust, had fallen into a state of disrepair. As outlined our main goals were to increase revenue, enable greater conservation and maintenance through grant funding

The risks identified in the operational model we inherited have now been reviewed and fire assessments, health and safety documents and event policies have been implemented successfully resulting in increase revenue, greater public trust and funding awards. All have continued to be updated in line with current legislations and incorporated into any future activities planned for the building. The volunteers and all Trustees involved in the building operate under the Code of Conduct, and all inductions necessary for working with the Charity. All individuals who did not or will not comply will no longer be associated with the Charity and we have now implemented the following procedures and safeguards.

- Trustee meetings to consider and review the risks the charity may face.
- Written Systems and procedures to mitigate those risks identified.
- The implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

The major achievement over the past twelve months was to continue to operate as a charity and to win substantial funding which has enabled us to progress the restoration of the building. Our capacity has increased and over £500,000 of restoration work completed on the building in this financial period with additional revenue and visitor numbers doubled from previous year.

Purpose of the charity's funds

The charity operates two types of funds:-

- i. **The Unrestricted Fund** is used for operating the charity.
Some of the unrestricted fund can be allocated by the trustees for specific purposes. The trustees have set up a designated fixed asset fund to match the book value of fixed assets less loans secured on them.
- ii. **Restricted Funds** are set up for specific purposes and monies received may only be used for that purpose. Funds may typically be generated from sponsorships, donations and lottery grants.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2022
(continued)

Plans for future periods

The following year will see a determined effort to enable the Trust to be in a position to open fully as a venue, increase opening hours and therefore visitors and work more closely in partnership with other event operators in the area and region. We will prioritise the securing of the main auditorium with temporary toilets purchased in this financial year to be installed later in 2022 to enable the full capacity quota to be attained. The main priorities are as follows

- Complete the financial and economic viability report as per funding
- Complete the AHF Project Viability Grant
- Submit EOI for ACE Cultural Development Grant which opens in July 2022 which if successful will require a full submission by November 2022
- Submit further grants to Historic England and other funders to full method and structural survey of the full building to enable a complete costings for all future major investments.
- Increase business and weekend revenue to meet the target of £5000 per month to cover our overheads and building costs

Responsibilities of the trustees

The trustees (who are also the directors of Morecambe Winter Gardens Preservation Trust Limited for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law and law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2022
(continued)**

Responsibilities of the trustees (continued)

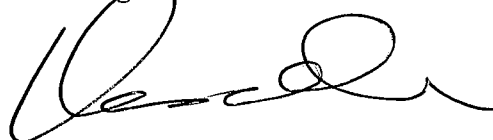
The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities Act 2011. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trust is currently recruiting two additional Trustees and will be working with Voluntary Acton Lancaster on reviewing and recruitment of these posts subject to volunteer expansion. In so far as the trustees are aware at the time of approving our trustees' annual report:

- 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.

Auditors

A resolution to re-appoint John Potter & Harrison as auditors for the ensuing year will be proposed at the annual general meeting in accordance with Section 487(2) of the Companies Act 2006.

Signed on behalf of the trustees



**Professor V Toulmin
Chairperson**

**Registered Office:
209 Marine Road West
Morecambe
Lancashire
LA4 4BU**

Company registration number: 5556536

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED**

Opinion

We have audited the financial statements of Morecambe Winter Gardens Preservation Trust for the year ended 30 March 2022 which comprise the group statement of financial activities, the group and parent company statement of financial position and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, subject to the matters reported on by exception below, the financial statements:

- give a true and fair view of the state of the group's and of the Charitable company's affairs as at 30 March 2022 and of its incoming resources and application of resources for the period 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 applicable law and International Standards on Auditing (UK) (ISAs (UK)). 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 group and 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. 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.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

Other information (continued)

In connection with our audit of the financial statements, 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 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 or a material misstatement of the other information. 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 trustees' report for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group charitable company and its environment obtained in the course of the audit, we have not identified misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which 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 group 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement (set out on pages 7-8), 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 group 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 group 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 group charitable company or to cease operations, or have no realistic alternative but to do so.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below. Our approach to identifying and assessing the risks in respect of irregularities and non-compliance with laws and regulations, was as follows:

- the senior statutory auditor ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with the trustees and other management;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, the Charities Act 2011, taxation legislation and data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statement to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquires of trustees as to where they considered there was susceptibility to fraud, their knowledge of actual and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through trustee bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships; and
- investigated the rationale behind significant or unusual transactions.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

Auditor's responsibilities for the audit of the financial statements (continued)

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing the financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of trustees as to the actual and potential litigation claims; and
- reviewing correspondence with relevant regulators.

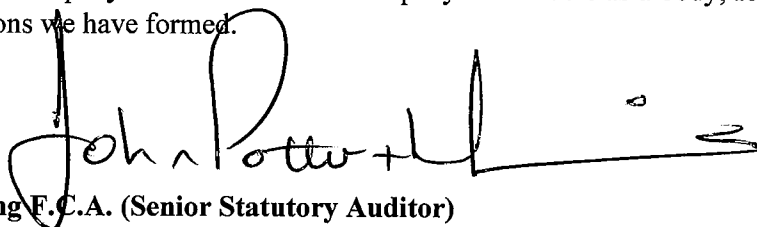
No instances of material non-compliance were identified.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Report Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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 charitable 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 anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Ian Riding F.C.A. (Senior Statutory Auditor)

For and on behalf of

John Potter & Harrison

Chartered Accountants & Statutory Auditor

112/114 Whitegate Drive

Blackpool

Lancashire

FY3 9XH

Date: 22/12/22

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)
YEAR ENDED 30 MARCH 2022

		Unrestricted fund £	Restricted fund £	Total Funds 2022 £	Total Funds 2021 £
	Note				
Income:					
Donations and legacies	4	7,005	20	7,025	65,512
Income from charitable activities:					
Operation of a theatre	6	63,095	323,559	386,654	495,843
Income from other trading activities:					
Commercial trading operation	5	35,753	-	35,753	217
Total incoming resources		<u>105,853</u>	<u>323,579</u>	<u>429,432</u>	<u>561,572</u>
Expenditure:					
Costs of raising funds:					
Commercial trading operation	5	(3,151)	-	(3,151)	(876)
Expenditure on charitable activities:					
Operation of a theatre	7	(59,445)	(12,200)	(71,645)	(57,258)
Total resources expended		<u>(62,596)</u>	<u>(12,200)</u>	<u>(74,796)</u>	<u>(58,134)</u>
Net ingoing/(outgoing) resources before transfers		43,257	311,379	354,636	503,438
Transfer between funds		-	-	-	-
Net income/(expended) resources for the period		43,257	311,379	354,636	503,438
Total funds brought forward		<u>344,759</u>	<u>447,976</u>	<u>792,735</u>	<u>289,297</u>
Total funds carried forward		<u><u>388,016</u></u>	<u><u>759,355</u></u>	<u><u>1,147,371</u></u>	<u><u>792,735</u></u>

The statement of Financial Activities includes all gains and losses in the period and therefore a statement of total recognised gains and losses has not been prepared.

All the above amounts relate to continuing activities.

The notes on pages 17 to 26 form part of these financial statements

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED BALANCE SHEET
AS AT 30 MARCH 2022

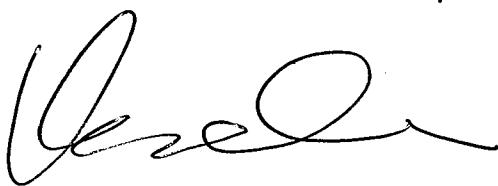
		2022	2021
		£	£
	Note		
Fixed assets			
Heritage asset	10	1,126,126	653,366
Tangible assets	11	7,959	2,641
		<u>1,134,085</u>	<u>656,007</u>
Current assets			
Debtors	13	51,534	48,147
Cash at bank		91,765	214,973
		<u>143,299</u>	<u>263,120</u>
Creditors: Amounts falling due within one year	14	(19,846)	11,085
		<u>123,453</u>	<u>252,035</u>
Net current assets			
		123,453	252,035
Total assets less current liabilities		1,257,538	908,042
Creditors: Amounts falling due after one year	15	(110,167)	(115,307)
		<u>1,147,371</u>	<u>792,735</u>
Net assets			
		1,147,371	792,735
Funds			
Morecambe Winter Gardens Limited		1	(1,324)
Restricted income funds	16	759,355	447,976
Unrestricted income funds	17	388,015	346,083
		<u>1,147,371</u>	<u>792,735</u>
Total funds	18	1,147,371	792,735

The trustees have prepared group accounts in accordance with Section 398 of the Companies Act 2006 and Section 138 of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The financial statements were approved by the members of the committee on 15/12/2022 and are signed on their behalf by:

Professor V Toulmin – Chairperson

Company Registration Number: 5556536



The notes on pages 17 to 26 form part of these financial statements

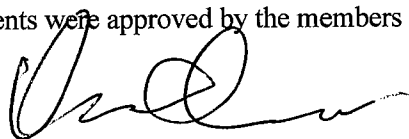
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CHARITY BALANCE SHEET
AS AT 30 MARCH 2022

		2022	2021
		£	£
	Note		
Fixed assets			
Heritage asset	10	1,126,126	653,366
Tangible assets	11	7,959	2,641
Investments	12	100	100
		<u>1,134,185</u>	<u>656,107</u>
Current assets			
Debtors		55,454	50,241
Cash at bank		87,744	214,103
		<u>143,198</u>	<u>264,344</u>
Creditors: Amounts falling due within one year		<u>(19,846)</u>	<u>(11,085)</u>
Net current assets		<u>123,352</u>	<u>253,259</u>
Total assets less current liabilities		1,257,537	909,366
Creditors: Amounts falling due after one year		<u>(110,167)</u>	<u>(115,307)</u>
Net assets		<u><u>1,147,370</u></u>	<u><u>794,059</u></u>
Funds			
Restricted income funds		759,355	447,976
Unrestricted income funds		388,015	346,083
Total funds		<u><u>1,147,370</u></u>	<u><u>794,059</u></u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small company regime and in accordance with FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The financial statements were approved by the members of the committee on 15/12/2022 and are signed on their behalf by:



Professor V Toulmin – Chairperson

Company Registration Number: 5556536

The notes on pages 17 to 26 form part of these financial statements

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 MARCH 2022**

1. Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) (second edition – October 2019); and the Companies Act 2006. The charity constitutes a public benefit entity as defined by FRS102.

Group financial statements

The financial statements consolidate the results of the Charity and its wholly owned subsidiary Morecambe Winter Gardens Limited on a line by line basis. A separate statement of financial activities and income and expenditure account for the Charity has not been presented because the Charity has taken advantage of the exemption afforded by Section 408 of the Companies Act 2006.

Cash flow statement

The trustees have taken advantage of the exemption in FRS102 from including a cash flow statement in the financial statements on the grounds that the company is small.

Donations and grants

Income from donations and grants, including capital grants, is included in incoming resources when these are receivable.

Fund accounting

Funds held by the charity are either:

Unrestricted Funds – these are funds which can be used in accordance with the charitable objects at the discretion of the directors/trustees.

Restricted Funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for specific restricted purposes.

Further explanation of the nature and purpose of each funds is included in the notes to the accounts.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2022**

1. Accounting policies (continued)

Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis.

Charitable expenditure includes all expenses within the charity's objects.

Heritage asset

The Morecambe Winter Gardens is a grade II listed building recorded at cost.

It is the policy of the trust to improve and maintain this asset and accordingly in the opinion of the trustees the life of this asset is so long and the residual value so high that its depreciation is not significant.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures, fittings and equipment – 25% p.a. reducing balance

Debtors

Other debtors are recognised at the settlement amount due.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments.

Creditors

Creditors and provisions 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 or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discount due.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2022

2. Company limited by guarantee

Morecambe Winter Gardens Preservation Trust Limited is a company limited by guarantee and accordingly does not have a share capital. The Trustees (who are also directors) are named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

3. Turnover

Turnover comprises the amounts receivable from donations, events, rents, theatre hire and other fundraising activities during the period, after deduction of VAT where applicable.

In the opinion of the trustees, none of the turnover of the company is attributable to geographical markets outside the UK.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Donations:				
Friends of the Winter Gardens	-	-	-	35,429
Crowd funding	-	20	20	27,019
Other donations	7,005	-	7,005	3,064
	7,005	20	7,025	65,512

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2022

5. Commercial trading operations

The commercial trading company is Morecambe Winter Gardens Limited who operate the bar and catering facilities within the theatre.

A summary of its trading results is shown below:-

	2022	2021
	£	£
Fund raising	35,753	217
Retained by subsidiary	(1)	-
	<u>35,752</u>	<u>217</u>
Cost of sales	(2,834)	(559)
Bank charges	(317)	(317)
	<u>(3,151)</u>	<u>(876)</u>
	32,601	(659)
Amount gifted to company	(31,277)	-
	<u>1,324</u>	<u>(659)</u>
The assets and liabilities of the subsidiary company were:-		
Current assets	4,021	870
Creditors: amounts falling due within one year	(3,920)	(2,094)
	<u>101</u>	<u>1,224</u>
Aggregate share capital and reserves	<u>101</u>	<u>(1,224)</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2022

6. Operation of a theatre

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Grants:				
Theatres Trust	-	-	-	17,600
National Heritage	18,380	-	18,380	18,720
Historic England	-	205,295	205,295	380,604
Architectural Heritage	-	37,200	37,200	-
Lancashire County Council	-	10,000	10,000	-
University of Sheffield	-	10,000	10,000	-
Business Interruption grant	10,667	-	10,667	21,003
Coastal Communities Fund	-	56,067	56,067	40,153
Kick Start Tourism grant	-	-	-	4,936
Morecambe Town Council	5,000	4,997	9,997	-
Morecambe EBids	1,900	-	1,900	-
Rents receivable	11,200	-	11,200	12,827
Hire of theatre	15,948	-	15,948	-
	<u>63,095</u>	<u>323,559</u>	<u>386,654</u>	<u>495,843</u>

7. Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Repairs and maintenance	10,478	-	10,478	2,846
Premises costs	30,960	-	30,960	22,159
Office costs	2,617	-	2,617	7,300
Accountancy fees	1,400	-	1,400	1,400
Audit fees	600	-	600	600
Governance review	-	-	-	8,050
Sundry expenses	2,749	-	2,749	974
Bank charges	2,159	-	2,159	-
Loan interest	3,800	-	3,800	2,868
Depreciation	2,652	-	2,652	880
Professional fees	2,030	12,200	14,230	-
Legal fees	-	-	-	831
Business plan	-	-	-	9,350
	<u>59,445</u>	<u>12,200</u>	<u>71,645</u>	<u>57,258</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2022

8. Net incoming resources for the period

This is stated after charging:	2022	2021
	£	£
Depreciation	2,652	880
Bank loan interest	3,800	2,868
Auditors' remuneration:		
- accountancy	1,400	1,400
- audit of the financial statements	600	600
	<u> </u>	<u> </u>

9. Corporation tax

No provision for taxation is made in these accounts as the company, being a registered charity, is exempt from UK corporation tax.

10. Heritage asset

	Freehold Property £	Acquisition Costs £	Total £
Cost			
At 31 March 2021	650,188	3,178	653,366
Additions	472,760	-	472,760
Disposals	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2022	1,122,948	3,178	1,126,126
	<u> </u>	<u> </u>	<u> </u>
Depreciation			
At 31 March 2021	-	-	-
Charge for the period	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2022	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Net book value			
At 30 March 2022	1,122,948	3,178	1,126,126
	<u> </u>	<u> </u>	<u> </u>
Net book value of restricted assets	731,169	-	731,169
	<u> </u>	<u> </u>	<u> </u>
At 30 March 2021	650,188	3,178	653,366
	<u> </u>	<u> </u>	<u> </u>

Summary analysis of Heritage asset transaction

	2022	2021	2020	2019	2018
	£	£	£	£	£
Purchases	472,760	301,499	-	-	1,834
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2022

11. Tangible fixed assets

	Fixtures Fittings & Equipment £	Total £
Cost		
At 31 March 2021	12,906	12,906
Additions	7,970	7,970
Disposals	-	-
At 30 March 2022	20,876	20,876
Depreciation		
At 31 March 2021	10,265	10,265
Charge for the period	2,652	2,652
At 30 March 2022	12,917	12,917
Net book value		
At 30 March 2022	7,959	7,959
At 30 March 2021	2,641	2,641

12. Investments

	2022 £	2021 £
Shares held in Morecambe Winter Gardens Limited	100	100

The charity holds 100 ordinary shares of £1 each in its wholly owned trading subsidiary company Morecambe Winter Gardens Limited which was incorporated in the United Kingdom on 20 February 2013. The principal activity of Morecambe Winter Gardens Limited is the provision of fund raising facilities for Morecambe Winter Gardens which is operated by Morecambe Winter Gardens Preservation Trust Limited.

13. Debtors

	2022 £	2021 £
Other debtors	51,534	48,147
	51,534	48,147

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2022

14. Creditors: Amounts falling due within one year

	2022	2021
	£	£
Loan: Lancaster City Council	2,940	4,152
Santander	4,600	4,600
Accruals	12,306	2,333
	<u>19,846</u>	<u>11,085</u>

The loan from Lancaster City Council is secured by a first fixed legal charge with full title guarantee over the freehold interest in the property.

15. Creditors: Amounts falling due after one year

	2022	2021
	£	£
Unsecured bank loan (falling due in less than 5 years)	14,567	18,400
Secured bank loan (falling due in less than 5 years)	11,760	16,608
Secured bank loan (falling due after 5 years)	83,840	80,299
	<u>110,167</u>	<u>115,307</u>

16. Restricted income funds

	Balance at 31.03.21	Incoming resources	Outgoing expended	Balance at 30.03.22
	£	£	£	£
Theatres Trust	200	-	-	200
Historic England	380,604	205,295	-	585,899
Architectural Heritage	-	37,200	(12,200)	25,000
Lancashire County Council	-	10,000	-	10,000
University of Sheffield	-	10,000	-	10,000
Coastal Communities Fund	40,153	56,067	-	96,220
Morecambe Town Council	-	4,997	-	4,997
Crowd Funding	27,019	20	-	27,039
	<u>447,976</u>	<u>323,579</u>	<u>(12,200)</u>	<u>759,355</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2022

17. Unrestricted income funds

	Balance at 31.03.21 £	Incoming resources £	Outgoing expended £	Transfers £	Balance at 30.03.22 £
Fixed asset fund	253,449	-	-	50,927	304,376
General funds	92,634	70,100	(79,095)	-	83,639
	<u>346,083</u>	<u>70,100</u>	<u>(79,095)</u>	<u>50,927</u>	<u>388,015</u>

The fixed asset fund represents the net book value of tangible fixed assets not held in restricted funds less any loans secured on the assets. Each year an amount is transferred to or from the fund to reflect the movements of the tangible fixed assets not held in restricted funds at the year end.

18. Analysis of net assets between funds

	Tangible fixed assets £	Net Current assets/ (liabilities) £	Total £
Restricted income funds:			
Theatres Trust	-	200	200
Historic England	585,899	-	585,899
Lancashire County Council	-	10,000	10,000
University of Sheffield	-	10,000	10,000
Coastal Communities fund	96,220	-	96,220
Morecambe Town Council	-	4,997	4,997
Crowd Funding	24,050	2,989	27,039
Architectural Heritage	25,000	-	25,000
	<u>731,169</u>	<u>28,186</u>	<u>759,355</u>
Unrestricted income funds:			
Morecambe Winter Gardens Limited	-	1	1
Designated funds	304,376	-	304,376
General funds	-	83,639	83,639
	<u>304,376</u>	<u>83,640</u>	<u>388,016</u>
Total funds	<u>1,035,546</u>	<u>111,826</u>	<u>1,147,371</u>

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2022**

19. Capital commitments

There are no capital commitments at the year end.

20. Related party transactions

No trustee nor any persons connected with them have received any remuneration from the charity. The charity has not paid any expenses incurred by the trustees for services provided to the charity (2021: £NIL).

The Friends of Victoria Pavilion Morecambe established the company, Morecambe Winter Gardens Preservation Trust Limited, to purchase and restore the Winter Gardens. During the year ended 30 March 2021 the Friends donated £35,429 to the Trust. The charity was dissolved on the 30 March 2021.

Accounts

Company Registration Number: 5556536

Charity No: 1113010

**MORECAMBE WINTER GARDENS
PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 MARCH 2021**

**John Potter & Harrison
Chartered Accountants and Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH**

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**FINANCIAL STATEMENTS
YEAR ENDED 30 MARCH 2021**

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**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name: Morecambe Winter Gardens Preservation Trust Limited

Charity number: 1113010

Company registration number: 5556536

Registered office: 209 Marine Road West
Morecambe
Lancashire
LA4 4BU

Trustees: Mr Paul Anderton
Mr M J Shenton
Professor V Toulmin
Mr R Ryan (appointed 1 October 2020)
Mr S Matthews (appointed 1 October 2020)
Mr M D O'Neil (appointed 1 October 2020)

Auditor: John Potter & Harrison
Chartered Accountants and Statutory Auditor
112/114 Whitegate Drive
Blackpool
Lancashire
FY3 9XH

Bankers: Santander
28 Penny Street
Lancaster
Lancashire
LA1 1UA

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2021

The Trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 30 March 2021.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102)

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

Trustees

The Trustees who served the company during the period and subsequently were as follows:

Mr Paul Anderton
Mr M J Shenton
Professor V Toulmin
Mr R Ryan (appointed 1 October 2020)
Mr S Matthews (appointed 1 October 2020)
Mr M D O'Neil (appointed 1 October 2020)

Structure, governance and management:

Company organisation

The company is a charitable company limited by guarantee and does not have a share capital. It was incorporated on 7 September 2005 and registered as a charity on 16 February 2006. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Appointment of trustees

The Trust appointed three new Trustees in this period following the implementation of the Governance Review which had been delayed due to the pandemic restrictions. The resignation of Susan Lomax occurred in March 2019 and in October 2020 new Trustees were appointed with Professor Vanessa Toulmin continuing to act as Chair.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2021
(continued)

Structure, governance and management (continued):

Organisational structure

The board of trustees administers the charity. The trustees hold meetings once a month to discuss the operation with Professor Vanessa Toulmin appointed Chair for five years with an option for a further two if required. Due to the new lockdown restrictions and following the Governance Review the former interim Advisory Board was disbanded and regular zoom meetings of the Trustees took place. The Trustees wish to thank the Advisory Board for their help and support in this period and the input they gave to the Governance Review. The priority for the Trustees facing financial instability was to prioritise the following

1. Trustee meetings to consider and review the risks the charity may face under the current pandemic situation in particular financial insolvency
2. Systems and procedures to mitigate those risks identified.
3. The implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

The main aspects of the Governance Review that need completing is to redraw the second part of its charitable objective from April 2020 in light of the dissolution of the Friends of the Victoria Pavilion (outlined further) as (2) to support the charitable work of The Friends of the Victoria Pavilion, Morecambe, registered charity number 1064127 and to ensure that if not already covered are incorporated.

Related parties

The charity had a close relationship with The Friends of the Winter Gardens and in this financial period the implementation of the Governance Review resulting in the dissolution of the Friends as a separate charity was complete and detailed later in the report.

Morecambe Winter Gardens Limited was incorporated on 20 February 2013 as a trading company. The share capital of the company is owned entirely by Morecambe Winter Gardens Preservation Trust Limited.

Objectives and activities for the public benefit

The main object of the charity is the ownership, restoration and operation of The Morecambe Winter Gardens, a grade II* Listed Building

The Winter Gardens operates as both a performance venue and also an historic building and is open through private hire or weekends when it is operated by the Friends as a café/historic venue for tours and visitors for fundraising purposes through agreement with the Preservation Trust Limited.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2021
(continued)

Developments and achievements

Covid-19

The Winter Gardens in line with all venues in the United Kingdom was put into lockdown on 9 March and an emergency meeting of the Trustees followed. It was agreed to implement a Covid Response plan and to anticipate the following

- Financial implications for the costs of the building
- Liaise with national bodies to ensure any government support that may be available that we meet the criteria
- Implement weekly meetings of the Friends and the Trust to plan and mitigate any impact on both Trusts and the ongoing work we are undertaking
- Prepare Covid Management Plans for capacity and work with the Lancaster City Council on changing national legislation

Financial

To stabilise the financial security of the Trust in light of income reduction the Trust applied for the various Govt support packages and received funding emergency funding of £10,000 from Lancaster Council and successfully applied for a Coronavirus Bounce Back Loan of £21,000 repayable over 5 years. The Friends of the Winter Gardens also made a one off donation of £5,000 to help the Trustees plan a forecast from April to whatever period of lockdown would be implemented. We were also aware the income from the rental shops would be reduced or in arrears during this period and only two of the three units were let. Alongside this we have, like other entertainment venues in the country, had to face the ongoing financial worries of not being able to open and to pay our monthly operating costs. During the summer months we had opened at weekends but were not allowed to hire the theatre for events and the lack of income necessitated us taking out a Covid-19 Bounce Back loan to cover the emergency situation to add to the wonderful fundraising work of the Friends at weekends throughout this period.

In August 2020, our application to Lancaster City Council for a community business loan of £103,000 was successful and we paid off the debt on the Charities Bank and borrowed an additional £30,000 to enable us match funding required for applications to the Historic England Building at Risk with an additional sum of £38,430 approved for the Project Development phase of our grant in October 2020.

Working with the Business Advisors and Accountants Waters and Atkinson that the Theatres Trust had funded we were able to produce financial modelling plans and forecasts to demonstrate and to aid in submitting applications to the Culture Recovery Fund for Heritage through the HLF. The help and support of this business advice supported by the original Theatres Trust was essential in submitting financial planning forecasts for emergency funding. In October 2020 we were awarded Culture Recovery Funds for Heritage and received £21,600 of funding from Heritage Lottery Fund and Historic England to cover our monthly running costs (£3,600) from the period October 2020 to March 2021. This support was essential as we had been closed as a theatre for over a year with a loss of income in the region of £50,000 in fees and revenue from our bar and café.

New ways of income generation has seen us launch our Online Virtual Tour with a grant from Marketing Lancashire and we have come through the past 12 months a stronger and more resilient organisation. With the second lockdown from October onwards we also received a monthly grant of just over £2000 a month from Lancaster City Council via the Government Covid Emergency Business Continuity Grants.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2021
(continued)

Stakeholder Engagement

The Trust continues to have regular meetings with Historic England, Architectural Heritage Fund, Lancaster City Council and David Morris MP for Lunesdale. We have received significant support from Tom Brown in the Council's Regeneration Department and also great support from David James in the Conservation Team. The Trust has also engaged with the local creative ecology and cultural groups via Lancashire Arts Partnership and has met with local community artists, local heritage groups in Morecambe and Lancaster and further afield. We welcomed Lord Mendoza into the building in October 2020 when the Cultural Recovery Funds were announced. We have very positive relations from both Lancaster City Council and Morecambe Town Council and welcomed the support of Peter Middleton on behalf of the Architectural Heritage Fund and the ongoing support of the Theatres Trust.

Fundraising.

The past year has been seen a period of great change for the Winter Gardens Theatre with the news of funding from Historic England's Buildings at Risk Fund for our historic fibrous plaster ceiling and of course the installation of the new heating system. The heating system reached its fundraising target with a further £50,000 required to add to the grant from the Coastal Communities Fund in 2019. A grant from the Architectural Heritage Fund of £25,000 was awarded in September 2020 and this matched the total raised on our Crowdfunder campaign initiated in July 2020 which resulted in £27,000 donated by over 420 supporters from around the world. Donations were received from Morecambe, Lancaster, Sheffield, Manchester, London and many other parts of the United Kingdom but also from Europe, Australia, United States and Canada.

In addition to the heating installation, further funding from Historic England was awarded in late December 2020 when the full appraisal and condition report of the historic fibrous plaster in the building was received. An initial grant had enabled cleaning and inspection to be carried out and the full cost of the work was estimated at a further £280,000. In January this year we were awarded the further £350,000 funds required to repair both the auditorium ceiling and the plaster work over the Grand Staircase leading up to the Circle and the Gods area. The Winter Gardens has one of the largest expanses of fibrous plaster ceilings of any building in the United Kingdom and when it opened in 1897 it claimed to be the largest. The original work was carried out by Dean and Co of Birmingham under the architectural design of Magnall and Littlewood of Manchester. Water egress and fire damage in many areas of the building over the years going back to 1947 had not been repaired and major damage to the plaster work in the Gods had not been replaced despite the work done on the Theatre in 1991. Hayles and Howe one of the leading conservation plaster companies in the United Kingdom started work on the ceiling and removed over 450kg of dirt and detritus (half a ton) from the roof spaces. The ceiling Ales have been removed, new mouldings taken and we now in the process of repairing and reinstalling large plaster casts of the ceiling. With the two grants from Historic England (£480,000 in total) and the Heating Campaign (£157,000), and the removal of residual asbestos on levels two and three (£16,000) and other works ongoing, the Preservation Trust has spent over £600,000 on essential works and restoration on the theatre. This is the largest investment in the theatre since the formation of the Winter Gardens Preservation Trust in 2006 and is just the start of our ambition to restore and bring back the theatre. In addition the Friends continued to raise money via Take Your Seat Campaign and the impressive contribution of Mr Garry Owen for running this campaign and all the social media campaigns of the Winter Gardens must be acknowledged. The Friends continued to contribute a monthly donation of £750 to the Trust and after their dissolution they donated the outstanding amount of £13,058.29 to the Preservation Trust.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2021
(continued)

Building Management.

- Fire assessments and training instigated, health and safety review of the building with specific areas boarded off at the recommendation of the Fire Officers from LCC. Asbestos contained or removed in areas of the building where the restoration and heating installation would be taking place. This was done by Lancashire County Council from the period January 2020.
- Thomasons, Conservation Engineers were appointed to oversee the first part of the work by Hayles and Howe on the inspection of the ceiling in the summer of 2020 and then the subsequent repair and restoration of the fibrous plaster ceiling on which the work commenced in January 2021. This work is still continuing and due to lockdown restrictions is delayed but it is anticipated that provisional certification will be given by reopening in May/June 2021 and when complete.
- With the funding secure for the heating installation, work started on the system in late autumn 2020 with support from Lancaster City Council and Historic England to ensure all listed building consents were followed. Following a successful application for planning consent for the new flue, work commenced in January 2021 with the successful tender for work awarded to Bay Builders. Cast Iron radiators were installed throughout the main auditorium with additional pipes and blow heaters around the Horseshoe. This work was completed but additional fire regulations required building regulations and six new fire doors to be installed with this work due to be complete in the next financial year.
- The wonderful support of our Restoration and Maintenance Team under the leadership of Malcolm O'Neil must be mentioned as they have supported the work of Bay Builders, Thomasons, Hayles and Howe and the other numerous contractors who have been working in the Winter Gardens over this past year. Their skills and voluntary contributions have saved the Trust many thousands of pounds with their continuous work during this period which is still ongoing and an essential part of our success in maintaining the infrastructure.

Event Management.

No formal external hires or events took place in this period due to ongoing restrictions from the pandemic. A number of events were cancelled or postponed and no further bookings were taken until further details were clearer regarding restrictions, social distancing and live performances including singing and staging theatrical shows. The decision was taken to concentrate on re-opening the venue as a heritage asset through the help of the Friends of the Winter Gardens. The Winter Gardens was closed to the public from March 2020 to July 2021 when the first lockdown was implemented under government guidance. The Winter Gardens opened again in July and we had over 5,175 visitors at the weekend and we closed to the public on the end of October. The café was open new volunteers were recruited and the Friends of the Winter Gardens operated the weekend venue and tours were undertaken by the Friends. Covid-19 restrictions were in place throughout the building and the Winter Gardens successfully were awarded a Covid-19 Venue certificate from Lancaster City Council with all Risk Assessments and government procedures on social distancing, track and trace and venue QR code successfully implemented. The Friends Board with the support of the Trust successfully continued to operate as a heritage venue during this period but not as live music or performance venue due to restrictions. At the end of October, with the second government lockdown announced the building was closed to the public for the remainder of 2020 and all events and private hires were postponed or cancelled.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2021
(continued)

Governance and Relationship with the Friends

At the official recommendations of the Governance Review by Laura Norris, the Friends organised an Extraordinary General Meeting of the Friends of the Morecambe Winter Gardens on the 31st October 2020. Numbers were limited to 100 due to Lockdown restrictions. THE RESOLUTION To dissolve the charity *Friends of the Morecambe Winter Gardens (Victoria Pavilion)*, registered charity number 1064127. A vote was taken and the resolution was carried unanimously in favour of the motion to dissolve the Friends. The resolution having been carried, in March 2021 the Friends were officially dissolved as a Charity and the outstanding amount raised £13,058.29 was donated to the Preservation Trust.

Reserves policy, risk management and going concern

The Trust does not have staff and so the need for reserves is minimal and building focused. The main object of the charity is the ownership and upkeep of the Morecambe Winter Gardens. As the building has been empty for some time the interior, prior to the ownership of the Trust, had fallen into a state of disrepair. As outlined in last year's report under the ownership of the Trust the building has been made more secure and the Restoration and Maintenance Team established to keep up to date with all repairs that under the listing they can continue to do. Governance and structure of the Trusts were a major concern and these have been alleviated through the grant from Theatres Trust and ensured a complete robust review of both the governance and also a robust business plan. The risks identified in the operational model we inherited have now been reviewed and fire assessments, health and safety documents and event policies have been reviewed and will continued to be updated in line with current legislations and incorporated into any future activities planned for the building. The volunteers and all Trustees involved in the building have now signed up for the Code of Conduct, and all inductions necessary for working with the Charity. All individuals who did not or will not comply will no longer be associated with the Charity and we have now implemented the following procedures and safeguards.

- Trustee meetings to consider and review the risks the charity may face.
- Written Systems and procedures to mitigate those risks identified.
- The implementation of procedures designed to minimise any potential impact on the charity should any of those risks materialise.

We have now identified all the main risks with the current operational model of the Charity with particular reference to the governance, the business plan especially in relation to events and also the lack of transparency and operational relationship between the Friends and the Preservation Trust. These have all been dealt with and procedures implemented through the Governance Review and are detailed in the report. The major achievement over the past twelve months is to continue to operate as a charity and carry out its charitable objectives to restore and regenerate the Winter Gardens and continue to pay the monthly costs of £4,000 (variable due to fluctuating utility costs).

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2021
(continued)

Purpose of the charity's funds

The charity operates two types of funds:-

- i. **The Unrestricted Fund** is used for operating the charity.
Some of the unrestricted fund can be allocated by the trustees for specific purposes. The trustees have set up a designated fixed asset fund to match the book value of fixed assets less loans secured on them.
- ii. **Restricted Funds** are set up for specific purposes and monies received may only be used for that purpose. Funds may typically be generated from sponsorships, donations and lottery grants.

Plans for future periods

All ongoing plans for the Winter Gardens are now being reconsidered in the light of the second lockdown introduced by the government at the end of October and we hope that the Winter Gardens will be able to open after April 2021. Whilst the building is closed we have continued to work on the heritage infrastructure continue with the heating installation and are prepared and ready to open as a performance space and heritage attraction when legally allowed. We are currently closed as a venue with all plans and events being considered in light of local and national restrictions on performance venues and historic buildings. The plan for the next 12 months will consider the following:

1. To open the building safely and successful when government restrictions are lifted and to work with our volunteers to operate the building
2. To fundraise to continue the operational and monthly running costs of the building during the period of lockdown and to submit a feasibility application to the Architectural Heritage Fund and other funders to continue both the historic restoration work but also incorporated new usages for the building.
3. To work with the national and local bodies to build a fully robust and effective management and business model to encourage further government funding
4. To finalise and fully implement the recommendations of the governance review and putting in place the infrastructure to operate as one charitable body.

Responsibilities of the trustees

The trustees (who are also the directors of Morecambe Winter Gardens Preservation Trust Limited for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

TRUSTEES' ANNUAL REPORT
YEAR ENDED 30 MARCH 2021
(continued)

Responsibilities of the trustees (continued)

Company law and law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities Act 2011. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trust is currently recruiting two additional Trustees in line with the ongoing governance review that commenced from September 2019 and are currently reviewing the interim recommendations put forward by Laura Norris of Long Eaton Consultancy. In so far as the trustees are aware at the time of approving our trustees' annual report:

- 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.

Auditors

A resolution to re-appoint John Potter & Harrison as auditors for the ensuing year will be proposed at the annual general meeting in accordance with Section 487(2) of the Companies Act 2006.

Signed on behalf of the trustees

Vanessa Toulmin

Professor V Toulmin
Chairperson

Registered Office:
209 Marine Road West
Morecambe
Lancashire
LA4 4BU

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED**

Opinion

We have audited the financial statements of Morecambe Winter Gardens Preservation Trust for the year ended 30 March 2021 which comprise the group statement of financial activities, the group and parent company statement of financial position and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, subject to the matters reported on by exception below, the financial statements:

- give a true and fair view of the state of the group's and of the Charitable company's affairs as at 30 March 2021 and of its incoming resources and application of resources for the period 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 applicable law and International Standards on Auditing (UK) (ISAs (UK)). 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 group and 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. 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.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

Other information (continued)

In connection with our audit of the financial statements, 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 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 or a material misstatement of the other information. 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 trustees' report for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group charitable company and its environment obtained in the course of the audit, we have not identified misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which 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 group 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement (set out on pages 7-8), 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 group 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 group 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 group charitable company or to cease operations, or have no realistic alternative but to do so.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(continued)**

Auditor's responsibilities for the audit of the financial statements

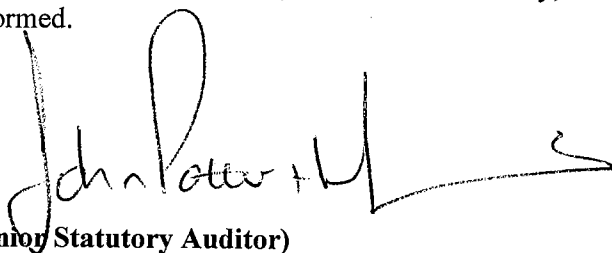
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Report Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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 charitable 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 anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Ian Riding F.C.A. (Senior Statutory Auditor)

For and on behalf of

John Potter & Harrison

Chartered Accountants & Statutory Auditor

112/114 Whitegate Drive

Blackpool

Lancashire

FY3 9XH

Date: 20/12/21

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)
YEAR ENDED 30 MARCH 2021

		Unrestricted fund £	Restricted fund £	Total Funds 2021 £	Total Funds 2020 £
	Note				
Income:					
Donations and legacies	4	38,493	27,019	65,512	18,091
Income from charitable activities:					
Operation of a theatre	6	52,550	443,293	495,843	26,460
Income from other trading activities:					
Commercial trading operation	5	217	-	217	4,571
Total incoming resources		<u>91,260</u>	<u>470,312</u>	<u>561,572</u>	<u>49,122</u>
Expenditure:					
Costs of raising funds:					
Commercial trading operation	5	(876)	-	(876)	(5,242)
Expenditure on charitable activities:					
Operation of a theatre	7	(34,922)	(22,336)	(57,258)	(40,925)
Total resources expended		<u>(35,798)</u>	<u>(22,336)</u>	<u>(58,134)</u>	<u>(46,167)</u>
Net ingoing/(outgoing) resources before transfers		55,462	447,976	503,438	2,955
Transfer between funds		-	-	-	-
Net income/(expended) resources for the period		55,462	447,976	503,438	2,955
Total funds brought forward		289,297	-	289,297	286,342
Total funds carried forward		<u><u>344,759</u></u>	<u><u>447,976</u></u>	<u><u>792,735</u></u>	<u><u>289,297</u></u>

The statement of Financial Activities includes all gains and losses in the period and therefore a statement of total recognised gains and losses has not been prepared.

All the above amounts relate to continuing activities.

The notes on pages 16 to 24 form part of these financial statements

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED BALANCE SHEET
AS AT 30 MARCH 2021

		£	2021 £	2020 £
	Note			
Fixed assets				
Tangible assets	10		656,007	355,388
Current assets				
Stock on hand		-		559
Debtors	12	48,147		1,985
Cash at bank		214,973		46,259
Creditors: Amounts falling due within one year	13	263,120		48,803
		11,085		114,894
Net current assets			252,035	(66,091)
Total assets less current liabilities			908,042	289,297
Creditors: Amounts falling due after one year	14		(115,307)	-
Net assets			792,735	289,297
Funds				
Morecambe Winter Gardens Limited			(1,324)	(665)
Restricted income funds	15		447,976	-
Unrestricted income funds	16		346,083	289,962
Total funds	17		792,735	289,297

The trustees have prepared group accounts in accordance with Section 398 of the Companies Act 2006 and Section 138 of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The financial statements were approved by the members of the committee on 6 Dec 2021 and are signed on their behalf by:

Vanessa Toulmin

Professor V Toulmin – Chairperson

Company Registration Number: 5556536

The notes on pages 16 to 24 form part of these financial statements

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET
AS AT 30 MARCH 2021

		£	2021 £	2020 £
	Note			
Fixed assets				
Tangible assets	10		656,007	355,388
Investments	11		100	100
			<u>656,107</u>	<u>355,488</u>
Current assets				
Debtors		50,241		4,296
Cash at bank		214,103		45,072
		<u>264,344</u>		<u>49,368</u>
Creditors: Amounts falling due within one year		(11,085)		(114,894)
		<u></u>		<u></u>
Net current assets			253,259	(65,526)
Total assets less current liabilities			909,366	289,962
Creditors: Amounts falling due after one year			(115,307)	-
			<u></u>	<u></u>
Net assets			794,059	289,962
			<u></u>	<u></u>
Funds				
Restricted income funds			447,976	-
Unrestricted income funds			346,083	289,962
			<u></u>	<u></u>
Total funds			794,059	289,962
			<u></u>	<u></u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small company regime and in accordance with FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The financial statements were approved by the members of the committee on ...6. Dec. 2021 and are signed on their behalf by:

Vanessa Toulmin

Professor V Toulmin – Chairperson

Company Registration Number: 5556536

The notes on pages 16 to 24 form part of these financial statements

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 MARCH 2021**

1. Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) – (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006.

Morecambe Winter Gardens Preservation Trust Limited meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

Group financial statements

The financial statements consolidate the results of the Charity and its wholly owned subsidiary Morecambe Winter Gardens Limited on a line by line basis. A separate statement of financial activities and income and expenditure account for the Charity has not been presented because the Charity has taken advantage of the exemption afforded by Section 408 of the Companies Act 2006.

Cash flow statement

The trustees have taken advantage of the exemption in FRS102 from including a cash flow statement in the financial statements on the grounds that the company is small.

Donations and grants

Income from donations and grants, including capital grants, is included in incoming resources when these are receivable.

Fund accounting

Funds held by the charity are either:

Unrestricted Funds – these are funds which can be used in accordance with the charitable objects at the discretion of the directors/trustees.

Restricted Funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for specific restricted purposes.

Further explanation of the nature and purpose of each funds is included in the notes to the accounts.

**MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2021**

1. Accounting policies (continued)

Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis.

Charitable expenditure includes all expenses within the charity's objects.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures, fittings and equipment – 25% p.a. reducing balance

Freehold property – no depreciation is provided for upon freehold land and buildings.

It is the policy of the trust to improve and maintain these assets and accordingly in the opinion of the trustees the lives of those assets are so long and the residual value so high that their depreciation is not significant.

Stock

Stock consists of purchased goods for resale. Stocks are valued at the lower of cost and net realisable value.

Debtors

Other debtors are recognised at the settlement amount due.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments.

Creditors

Creditors and provisions 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 or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discount due.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2021

2. Company limited by guarantee

Morecambe Winter Gardens Preservation Trust Limited is a company limited by guarantee and accordingly does not have a share capital. The Trustees (who are also directors) are named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

3. Turnover

Turnover comprises the amounts receivable from donations, ticket sales, events, rents, theatre hire and other fundraising activities during the period, after deduction of VAT where applicable.

In the opinion of the trustees, none of the turnover of the company is attributable to geographical markets outside the UK.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Donations:				
Friends of the Winter Gardens	35,429	-	35,429	13,040
Crowd funding	-	27,019	27,019	-
Other donations	3,064	-	3,064	5,051
	38,493	27,019	65,512	18,091

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2021

5. Commercial trading operations

The commercial trading company is Morecambe Winter Gardens Limited who operate the bar and catering facilities within the theatre.

A summary of its trading results is shown below:-

	2021 £	2020 £
Bar income	-	4,571
Fund raising	217	-
	<u>217</u>	<u>-</u>
	217	4,571
	<u>217</u>	<u>4,571</u>
Cost of sales	(559)	(4,433)
Bank charges	(317)	(809)
	<u>(876)</u>	<u>(5,242)</u>
	(876)	(5,242)
	<u>(876)</u>	<u>(5,242)</u>
Amount gifted to company	(659)	(671)
	-	-
	<u>(659)</u>	<u>(671)</u>
	(659)	(671)
	<u>(659)</u>	<u>(671)</u>
The assets and liabilities of the subsidiary company were:-		
Current assets	870	2,386
Creditors: amounts falling due within one year	(2,094)	(2,951)
	<u>1,224</u>	<u>(565)</u>
	1,224	(565)
	<u>1,224</u>	<u>(565)</u>
Aggregate share capital and reserves	(1,224)	(565)
	<u>(1,224)</u>	<u>(565)</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2021

6. Operation of a theatre

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Grants:				
Theatres Trust	-	17,600	17,600	4,400
National Heritage	18,720	-	18,720	-
Historic England	-	380,604	380,604	-
Business Interruption grant	21,003	-	21,003	-
Coastal Communities Fund	-	40,153	40,153	-
Kick Start Tourism grant	-	4,936	4,936	-
Theatre ticket sales performances	-	-	-	827
Rents receivable	12,827	-	12,827	11,546
Hire of theatre	-	-	-	9,687
	<u>52,550</u>	<u>443,293</u>	<u>495,843</u>	<u>26,460</u>

7. Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Repairs and maintenance	2,846	-	2,846	4,750
Premises costs	22,159	-	22,159	17,078
Insurance excess	-	-	-	5,000
Office costs	2,364	4,936	7,300	1,289
Accountancy fees	1,400	-	1,400	1,400
Audit fees	600	-	600	600
Governance review	-	8,050	8,050	4,400
Sundry expenses	974	-	974	183
Bank charges	-	-	-	30
Loan interest	2,868	-	2,868	5,022
Depreciation	880	-	880	1,173
Legal fees	831	-	831	-
Business plan	-	9,350	9,350	-
	<u>34,922</u>	<u>22,336</u>	<u>57,258</u>	<u>40,925</u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2021

8. Net incoming resources for the period

This is stated after charging:	2021	2020
	£	£
Depreciation	880	1,173
Bank loan interest	2,868	5,022
Auditors' remuneration:		
- accountancy	1,400	1,400
- audit of the financial statements	600	600
	<u> </u>	<u> </u>

9. Corporation tax

No provision for taxation is made in these accounts as the company, being a registered charity, is exempt from UK corporation tax.

10. Tangible fixed assets

	Freehold Property £	Acquisition Costs £	Fixtures Fittings & Equipment £	Total £
Cost				
At 31 March 2020	348,689	3,178	12,906	364,773
Additions	301,499	-	-	301,499
Disposals	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 March 2021	650,188	3,178	12,906	666,272
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Depreciation				
At 31 March 2020	-	-	9,385	9,385
Charge for the period	-	-	880	880
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 March 2021	-	-	10,265	10,265
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net book value				
At 30 March 2021	650,188	3,178	2,641	656,007
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net book value of restricted assets	301,499	-	-	301,499
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 March 2020	348,689	3,178	3,521	355,388
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2021

11. Investments

	2021	2020
	£	£
Shares held in Morecambe Winter Gardens Limited	100	100
	<u>100</u>	<u>100</u>

The charity holds 100 ordinary shares of £1 each in its wholly owned trading subsidiary company Morecambe Winter Gardens Limited which was incorporated in the United Kingdom on 20 February 2013. The principal activity of Morecambe Winter Gardens Limited is the provision of fund raising facilities for Morecambe Winter Gardens which is operated by Morecambe Winter Gardens Preservation Trust Limited.

12. Debtors

	2021	2020
	£	£
Other debtors	48,147	1,985
	<u>48,147</u>	<u>1,985</u>

13. Creditors: Amounts falling due within one year

	2021	2020
	£	£
Other taxes and social security costs	-	110
Loan: Charity Bank	-	74,028
Lancaster City Council	4,152	-
Santander	4,600	-
Accruals	2,333	9,280
Deferred income		
Historic England	-	20,376
Theatres Trust	-	11,100
	<u>11,085</u>	<u>114,894</u>

The loan from Lancaster City Council is secured by a first fixed legal charge with full title guarantee over the freehold interest in the property.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
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NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2021

14. Creditors: Amounts falling due after one year

	2021 £	2020 £
Unsecured bank loan (falling due in less than 5 years)	18,400	-
Secured bank loan (falling due in less than 5 years)	16,608	-
Secured bank loan (falling due after 5 years)	80,299	-
	<u>115,307</u>	<u>-</u>

15. Restricted income funds

	Balance at 31.03.20 £	Incoming resources £	Outgoing expended £	Balance at 30.03.21 £
Theatres Trust	-	17,600	(17,400)	200
Historic England	-	380,604	-	380,604
Coastal Communities Fund	-	40,153	-	40,153
Kick Start Tourism Grant	-	4,936	(4,936)	-
Crowd Funding	-	27,019	-	27,019
	<u>-</u>	<u>470,312</u>	<u>(22,336)</u>	<u>447,976</u>

16. Unrestricted income funds

	Balance at 31.03.20 £	Incoming resources £	Outgoing expended £	Transfers £	Balance at 30.03.21 £
Fixed asset fund	281,360	-	-	(27,911)	253,449
General funds	8,602	91,043	(7,011)	-	92,634
	<u>289,962</u>	<u>91,043</u>	<u>(7,011)</u>	<u>(27,911)</u>	<u>346,083</u>

The fixed asset fund represents the net book value of tangible fixed assets not held in restricted funds less any loans secured on the assets. Each year an amount is transferred to or from the fund to reflect the movements of the tangible fixed assets not held in restricted funds at the year end.

MORECAMBE WINTER GARDENS PRESERVATION TRUST LIMITED
(COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 MARCH 2021

17. Analysis of net assets between funds

	Tangible fixed assets £	Net Current assets/ (liabilities) £	Total £
Restricted income funds:			
Theatres Trust	-	200	200
Historic England	235,547	145,057	380,604
Coastal Communities fund	40,153	-	40,153
Crowd Funding	25,799	1,220	27,019
	<u>301,499</u>	<u>146,477</u>	<u>447,976</u>
Unrestricted income funds:			
Morecambe Winter Gardens Limited	-	(1,324)	(1,324)
Designated funds	253,449	-	253,449
General funds	-	92,634	92,634
	<u>253,449</u>	<u>91,310</u>	<u>344,759</u>
Total funds	<u><u>554,948</u></u>	<u><u>237,787</u></u>	<u><u>792,735</u></u>

18. Capital commitments

There are no capital commitments at the year end.

19. Related party transactions

The Friends of Victoria Pavilion Morecambe established the company, Morecambe Winter Gardens Preservation Trust Limited, to purchase and restore the Winter Gardens. During the period the Friends donated £35,429 (2020: £13,040) to the Trust.