

**Charity registration number 1113837**

**Company registration number 5743618 (England and Wales)**

**ESKDALE MILL & HERITAGE TRUST**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

# ESKDALE MILL & HERITAGE TRUST

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr P Dean	(Appointed 25 February 2021)
	Mr P Grove	
	Mr S Hemm	
	Mr R Johnson	
	Ms R Lord	
	Mr PG Pharaoh	
	Mr SW Ross	
<b>Charity number</b>	1113837	
<b>Company number</b>	5743618	
<b>Principal address</b>	Eskdale Mill Boot Holmrook Cumbria CA19 1TG	
<b>Registered office</b>	Eskdale Mill Boot Holmrook Cumbria CA19 1TG	
<b>Independent examiner</b>	Gibbons Carleton House 136 Gray Street Workington Cumbria CA14 2LU	

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**ESKDALE MILL & HERITAGE TRUST**

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# **ESKDALE MILL & HERITAGE TRUST**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)**

### **FOR THE YEAR ENDED 31 DECEMBER 2021**

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The Trustees present their annual report and financial statements for the year ended 31 December 2021.

#### **Principal objects**

The principal charitable objects of the Trust are the preservation and development, for the public benefit, of the 16th century Eskdale Water Corn Mill at Boot, being of particular historical and architectural interest; and to advance the education of the public in the history, heritage, geography and geology of Eskdale, so as to increase their understanding of the built and natural environment.

In accordance with section 17(5) Charities Act 2011, in exercising their powers and duties the trustees have had regard to the Charity Commission's guidance on the public benefit objective.

#### **Governance and management**

The Covid-19 pandemic again had a major effect on all the Trust's operations in 2021. Still working via Zoom, the trustees met on 15 occasions, usually with the mill manager in attendance, to monitor and review the Trust's activities. Early in the year we held a special review and planning meeting. This was the last full year of the three-year National Lottery Heritage Fund conservation project, which came to an end on 31 March 2022. Bi-monthly progress meetings, attended by the project consultants still actively involved and the Trust's manager and chair of trustees, also continued. Because of Covid, no Annual General Meeting took place in the year, but one will be held in 2022 as the memorandum and articles of association require.

Paul Pharaoh has been a Trustee for 14 years, and chair of the Trust for the last 7 years (acting as chair for the preceding 3 years). During this time he has made an invaluable contribution to the Trust steering it through the challenging waters of the Heritage Lottery Grant acquisition and then overseeing the astonishing restoration of the mill, bringing it to its current position as a pre-eminent visitor attraction in the valley. The Trust is indebted to Paul for all the work and commitment he has shown and wishes him well in his well-deserved retirement.

We welcomed Peter Grove, a qualified management accountant, first as an adviser and then as a trustee, with a view to his taking over from Richard Johnson as treasurer. Standing down as trustees at the 2022 AGM will be Paul Pharaoh as chair and Paul Dean as secretary. Paul Dean has been a most conscientious recorder of trustees' proceedings since 2014, and has provided valuable assistance in several areas, including regulatory compliance and adoption of formal procedures; the Trust is extremely grateful to him. We are very pleased to welcome Stuart Ross and Steve Hemm, both experienced trustees, as chairman and secretary respectively. Discussions about the appointment of additional trustees are ongoing.

Kate Hughes continued in post as resident mill manager, welcoming members of the public and keeping the mill running during the visitor season and undertaking maintenance and improvement works in the winter, assisted in both cases by volunteers. As the Trust's sole employee Kate leads a very busy life, managing and training volunteers, developing partnership arrangements with other organisations, planning events and dealing with marketing.

#### **The conservation project**

In 2021 the Trust carried out its charitable objects by opening the restored and fully working mill to paying visitors, and enhancing their experience by completing the remaining outcomes required as conditions of our £1 million conservation project grants. These included the children's nature trail, development of educational materials for visiting schools and a new information panel in Boot village. Thanks to the National Lottery Heritage Fund, Copeland Community Fund and our other funders, the mill's buildings, grounds and machinery are in better condition than they have been for a very long time and the mill's offer as a visitor attraction has been massively improved. Inevitably, some items in our project plan needed attention in unanticipated ways or had to be modified in the light of experience, but generally the NLHF project was completed on time, within budget and to our funders' satisfaction.

# **ESKDALE MILL & HERITAGE TRUST**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

### **FOR THE YEAR ENDED 31 DECEMBER 2021**

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Volunteers are key to the mill's successful operation. Many, but by no means all, of our volunteers are older people who, most understandably, were hesitant about returning to welcoming or guiding roles indoors. Consequently the manager had to be available to deal with admissions nearly all the time the mill was open, reducing her availability for other essential tasks. Recruitment of additional volunteers for indoor roles is currently the Trust's biggest challenge. However, 15 volunteers delivered an impressive total of 1,557 hours work in 2021, including working with the manager to complete the transformation of the miller's garden from an unkempt wilderness to a pleasant and productive area which visitors can now enjoy; freshly harvested vegetables were also available for them to purchase. Warmest thanks to all those who volunteered in any capacity during the year.

The 2021 visitor season was once more disrupted by Covid. Due to lockdown, reopening had to be postponed until 17 May, meaning that 2022 will be the first time we have been able to open for the busy Easter period since 2016. We continued to ensure the safety and confidence of people visiting the mill by following government guidance, so social distancing restrictions including preferred online booking, relocation of reception and our small shop into the exhibition room, a one-way route and removal of tactile exhibits remained in place.

The Ravenglass & Eskdale Railway Company, which carries many of our visitors up the valley, was also affected again by Covid restrictions, reducing both the number of passengers and the time they spend in Boot before catching a return train. Holiday accommodation of all types in Eskdale was fully booked by 'staycationers' during the summer, but this did not necessarily translate into increased visitor numbers for the mill. Visits by schools and other organised groups did not resume during the year, and some special events had to be postponed. Despite these negatives, we welcomed 4,049 visitors in 2021 against 1,102 in the previous year, when of course lockdown was much more extensive. The number was however slightly below our target for the year.

Visitors' comments on site or via social media were overwhelmingly positive. Google reviews averaged 4.8 out of 5 stars (from 71 reviews), whilst TripAdvisor reviews averaged 4.5 out of 5, on a par with Muncaster Castle, the World of Beatrix Potter and Levens Hall. The Trust and our interpretation consultants, Minerva Heritage, won first prize in the indoors category for the national Engaging People Awards from the Association for Heritage Interpretation, against shortlisted competition from the British Museum, Castell Coch near Cardiff and Buxton Crescent Heritage Trust. The judges described the mill as an excellent example of the transformation of an industrial heritage site into a lovely visitor attraction and a sensory experience, adding "To be invited to pass through the mill's long history is a real delight."

As the project ends, a final word of thanks to our lead consultants, the architect Peter Kempsey of Countryside Consultants in Alston; Lisa Keys and Chris Healey of Minerva Heritage in Lancaster for interpretation and activities; and our super-efficient project managers, Shirley and Dave Muir of Shirley Muir Associates in Blennerhassett. They formed a great team who never let us down and were always willing to go the extra mile to ensure the project kept on track. At the end of the year a comprehensive evaluation was carried out for submission to NLHF by Guy Huxtable of Wingspan Consulting in Keswick, concluding that nearly all the objectives had been successfully achieved, the few omissions mostly being attributable to the pandemic. The report made helpful recommendations which the trustees will follow up.

#### **The hydro-generation project**

In 2021 the modern waterwheel which drives our hydro-generation plant operated for 2,434 hours, 28% of generation capacity, earning an estimated £1,952 under the Feed-in Tariff scheme and subsidising power used in the manager's cottage. Unhappily, the history of technical difficulty which has dogged the project continued. At the beginning of the year, investigation of noise and a potential mechanical problem was delayed due to the pandemic. Increased sound insulation was installed in April and May but an oil leak was detected. The oil seal was repaired in September, involving the hire of specialist lifting equipment and a marathon day's work by skilled volunteers. Generation resumed, initially during the day only but continuously from November.

# **ESKDALE MILL & HERITAGE TRUST**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

### **FOR THE YEAR ENDED 31 DECEMBER 2021**

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All seemed well through the year end, but in February 2022 the drive chain failed catastrophically. The trustees have accepted recommendations in a comprehensive report by the Trust's expert adviser, Andy Feaver, for immediate repair at relatively low cost, followed by planned replacement of parts to a higher specification in 2023. The Trust will submit grant applications to fund a package of measures designed to improve the wheel's performance and reliability. Thanks as always to trustee and volunteer Steve Hemm for his continuing labours in this respect. An inspection by the Environment Agency in September found the site to be well run and compliant with all aspects of our water abstraction permit.

#### **Plans for the future**

We have submitted our final report to the National Lottery Heritage Fund, together with our claim for the final tranche of funding, retained pending satisfactory completion of the project outcomes. From April 2022 the Trust must operate without subsidy for the first time since the mill reopened to the public in 2019. The trustees are well aware of the challenges ahead in terms of income generation from visitor numbers and the sale of electricity. Progress will be carefully monitored as the effects of the pandemic on operations will we hope recede.

With the help of Shirley Muir Associates, paid for by an enabling grant from Cumbria County Council, we assembled a project plan for improvements to Tentergarth, the field behind the cottage, which had become completely overgrown by brambles. Although now partially cleared by volunteers, this is the only part of the Trust's site not systematically tackled during the NLHF project. The aim is to form a new access from the fell track and introduce habitat improvements, provisionally including an orchard and a pond fed by the existing small stream, which will add to our visitor offer and provide for environmental education and more opportunities for volunteer engagement. Four funding applications for a total of £24,400 over two years from April 2022 have been successfully submitted.

#### **Financial review**

During the year, we received grants of £44,406 from the National Lottery Heritage Fund project, along with £20,469 from Copeland Borough Council and £1,500 from Cumbria County Council. The funding from Copeland Borough Council was received as support in relation to the Covid-19 pandemic. The trustees are extremely grateful for this funding.

Donations have been received throughout the year, as part of the membership subscription, or through donations of the general public. We remain grateful to all our supporters, past and present.

The financial statements to 31 December 2021 show a gain overall of £12,578 for the year. The trustees are pleased with this result, as the Trust begins to make the transition into a self-sufficient organization as the National Lottery Heritage Fund project ends. The challenge remains for the Trust to be self-sufficient and generate enough income to support the employment of the mill manager, beyond the cessation of the National Lottery Heritage Fund project.

The Trust has recognised the need for a designated fund which includes the value of the mill buildings at cost, which sits at £108,153. A further fixed asset reserve has been created in the year, which is to the value of fixed assets, meaning the amount shown in unrestricted reserves are the free reserves to meet the ongoing charitable activities.

The Trust has unrestricted funds of £48,911 available for activities in 2022. The Trust reserves policy is 24 months unrestricted expenditure, and the trustees accept that the current levels of reserves fall short of this target. However, the trustees are aware that the Trust must build up its free reserves to ensure and safeguard the mill manager's position and will take the necessary measures to increase the reserves. The trustees will endeavor to build up the unrestricted reserves, despite the current economic conditions.

# ESKDALE MILL & HERITAGE TRUST

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

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

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Mr S Hemm  
Trustee

Dated: 28/6/22.....

# ESKDALE MILL & HERITAGE TRUST

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF ESKDALE MILL & HERITAGE TRUST

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I report to the Trustees on my examination of the financial statements of Eskdale Mill & Heritage Trust (the Trust) for the year ended 31 December 2021.

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

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

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

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

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

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

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



Tony Hindmoor BFP FCA  
Gibbons Chartered Accountants  
Carleton House  
136 Gray Street  
Workington  
Cumbria  
CA14 2LU

Dated: 28/06/2022



# ESKDALE MILL & HERITAGE TRUST

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2021

### Current financial year

		Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Restricted funds 2021 £	Total 2021 £	Total 2020 £
	Notes					
<b>Income and endowments from:</b>						
Donations and legacies	3	25,466	-	44,406	69,872	76,336
Charitable activities	4	21,616	-	-	21,616	4,328
Investments	5	-	-	-	-	2
Other income	6	1,475	-	-	1,475	5,051
<b>Total income</b>		<b>48,557</b>	<b>-</b>	<b>44,406</b>	<b>92,963</b>	<b>85,717</b>
<b>Expenditure on:</b>						
Charitable activities	7	18,230	176	61,979	80,385	61,884
<b>Net incoming/(outgoing) resources before transfers</b>		<b>30,327</b>	<b>(176)</b>	<b>(17,573)</b>	<b>12,578</b>	<b>23,833</b>
Gross transfers between funds		(8,183)	-	8,183	-	-
<b>Net income/(expenditure) for the year/ Net movement in funds</b>		<b>22,144</b>	<b>(176)</b>	<b>(9,390)</b>	<b>12,578</b>	<b>23,833</b>
Fund balances at 1 January 2021		26,767	108,504	9,390	144,661	120,828
<b>Fund balances at 31 December 2021</b>		<b>48,911</b>	<b>108,328</b>	<b>-</b>	<b>157,239</b>	<b>144,661</b>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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

# ESKDALE MILL & HERITAGE TRUST

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

FOR THE YEAR ENDED 31 DECEMBER 2021

### Prior financial year

		Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Restricted funds 2020 £	Total 2020 £
	Notes				
<b><u>Income and endowments from:</u></b>					
Donations and legacies	3	24,007	-	52,329	76,336
Charitable activities	4	4,328	-	-	4,328
Investments	5	2	-	-	2
Other income	6	5,051	-	-	5,051
<b>Total income</b>		<b>33,388</b>	<b>-</b>	<b>52,329</b>	<b>85,717</b>
<b><u>Expenditure on:</u></b>					
Charitable activities	7	15,793	176	45,915	61,884
<b>Net incoming/(outgoing) resources before transfers</b>		<b>17,595</b>	<b>(176)</b>	<b>6,414</b>	<b>23,833</b>
<b>Net income/(expenditure) for the year/ Net movement in funds</b>		<b>17,595</b>	<b>(176)</b>	<b>6,414</b>	<b>23,833</b>
Fund balances at 1 January 2020		9,172	108,680	2,976	120,828
<b>Fund balances at 31 December 2020</b>		<b>26,767</b>	<b>108,504</b>	<b>9,390</b>	<b>144,661</b>

# ESKDALE MILL & HERITAGE TRUST

## BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
<b>Fixed assets</b>					
Tangible assets	9		175		351
Heritage assets	10		108,153		108,153
			<u>108,328</u>		<u>108,504</u>
<b>Current assets</b>					
Debtors	11	10,033		12,123	
Cash at bank and in hand		48,040		74,754	
		<u>58,073</u>		<u>86,877</u>	
<b>Creditors: amounts falling due within one year</b>	12	(9,162)		(50,720)	
Net current assets			48,911		36,157
<b>Total assets less current liabilities</b>			<u>157,239</u>		<u>144,661</u>
<b>Income funds</b>					
Restricted funds	13		-		9,390
Unrestricted funds			157,239		135,271
			<u>157,239</u>		<u>144,661</u>

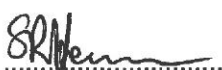
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2021.

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

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

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

The financial statements were approved by the Trustees on 28/6/22



Mr S Hemm  
Trustee

Company registration number 5743618

# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

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### 1 Accounting policies

#### Charity information

Eskdale Mill & Heritage Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Eskdale Mill, Boot, Holmrook, Cumbria, CA19 1TG.

#### 1.1 Accounting convention

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

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

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

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

#### 1.2 Going concern

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

#### 1.3 Charitable funds

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

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

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

#### 1.4 Income

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

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

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

# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 1 Accounting policies

(Continued)

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

#### 1.5 Tangible fixed assets

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

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

Computers	25% straight line basis
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

#### 1.6 Impairment of fixed assets

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

#### 1.7 Cash and cash equivalents

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

#### 1.8 Financial instruments

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

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

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

#### Basic financial assets

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

# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 1 Accounting policies

(Continued)

##### **Basic financial liabilities**

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

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

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

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

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

#### 1.9 Employee benefits

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

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

#### 2 Critical accounting estimates and judgements

In the application of the Trust's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

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

#### 3 Donations and legacies

	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds general 2020 £	Restricted funds 2020 £	Total 2020 £
Donations and gifts	1,763	-	1,763	-	-	-
Grants receivable	23,703	44,406	68,109	24,007	52,329	76,336
	<u>25,466</u>	<u>44,406</u>	<u>69,872</u>	<u>24,007</u>	<u>52,329</u>	<u>76,336</u>

# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 4 Charitable activities

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Admissions	21,616	4,328

### 5 Investments

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Interest receivable	-	2

### 6 Other income

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Hydro-electricity income	1,475	5,051

# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 7 Charitable activities

	Unrestricted		Restricted		Designated		Total Unrestricted		Restricted		Designated		Total	
	2021	2021	2021	2021	2021	2021	2020	2020	2020	2020	2020	2020	2020	2020
	£	£	£	£	£	£	£	£	£	£	£	£	£	£
Staff costs	-	14,308	-	-	-	14,308	-	12,878	-	-	-	12,878	-	12,878
Depreciation and impairment	-	-	176	-	-	176	-	-	-	176	-	-	176	176
Heat & Light	5,364	-	-	-	-	5,364	1,237	-	-	-	-	-	-	1,237
Rates	2,139	-	-	-	-	2,139	1,264	-	-	-	-	-	-	1,264
Insurance	4,136	-	-	-	-	4,136	3,628	-	-	-	-	-	-	3,628
General expenses	1,161	47,671	-	-	-	48,832	309	33,037	-	-	-	-	-	33,346
Advertising	-	-	-	-	-	-	86	-	-	-	-	-	-	86
Repairs & Maintenance	466	-	-	-	-	466	1,005	-	-	-	-	-	-	1,005
Waterwheel costs	254	-	-	-	-	254	286	-	-	-	-	-	-	286
Legal fees	2,712	-	-	-	-	2,712	1,679	-	-	-	-	-	-	1,679
Bank charges	404	-	-	-	-	404	5,391	-	-	-	-	-	-	5,391
Telephone	528	-	-	-	-	528	908	-	-	-	-	-	-	908
Stock	1,066	-	-	-	-	1,066	-	-	-	-	-	-	-	-
	18,230	61,979	176	-	-	80,385	15,793	45,915	176	-	-	61,884	-	61,884
	18,230	61,979	176	-	-	80,385	15,793	45,915	176	-	-	61,884	-	61,884



# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 Charitable activities		(Continued)													
		Unrestricted		Restricted		Designated		Total Unrestricted		Restricted		Designated		Total	
		2021	£	2021	£	2021	£	2020	£	2020	£	2020	£	2020	£
Analysis by fund															
	Unrestricted funds - general	18,230		-		-		15,793		-		-		15,793	
	Unrestricted funds - designated	-		-		176		-		-		176		176	
	Restricted funds	-		61,979		-		-		45,915		-		45,915	
		18,230		61,979		176		15,793		45,915		176		61,884	

# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 8 Employees

The average monthly number of employees during the year was:

2021 Number	2020 Number
1	1

#### Employment costs

	2021 £	2020 £
Wages and salaries	14,308	12,878

The Trust operates a defined contribution pension scheme.

No employee earned £60,000 per annum or more (2020 – no employees falling in the band £60,000 to £70,000).

The average number of full time equivalent employees was 1 (2019 - 1).

Trustees received no expenses during the year, other than the reimbursement of items bought on behalf of the Trust.

No Trustee director received any remuneration in respect of their services as a Trustee of the charity.

The charity is extremely grateful to the 16 volunteers who assisted throughout the year with practical tasks in the buildings and grounds, welcoming visitors and explaining the working of the mill.

# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 9 Tangible fixed assets

	Computers £
<b>Cost</b>	
At 1 January 2021	703
At 31 December 2021	<u>703</u>
<b>Depreciation and impairment</b>	
At 1 January 2021	352
Depreciation charged in the year	176
At 31 December 2021	<u>528</u>
<b>Carrying amount</b>	
At 31 December 2021	<u>175</u>
At 31 December 2020	<u>351</u>

### 10 Heritage assets

	£
At 1 January 2021 and at 31 December 2021	<u>108,153</u>

### 11 Debtors

	2021 £	2020 £
<b>Amounts falling due within one year:</b>		
Trade debtors	210	-
Other debtors	9,823	11,793
Prepayments and accrued income	-	330
	<u>10,033</u>	<u>12,123</u>

# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

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

	2021 £	2020 £
Other loans	-	32,583
Other taxation and social security	241	129
Other creditors	-	12,330
Accruals and deferred income	8,921	5,678
	<u>9,162</u>	<u>50,720</u>

# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 13 Restricted funds

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

	Balance at 1 January 2020	Movement in funds		Balance at 1 January 2021	Movement in funds		Transfers	Balance at 31 December 2021
	£	Incoming resources	Resources expended <sup>1</sup>	£	Incoming resources	Resources expended	£	£
National Lottery Heritage Fund	2,976	52,329	(45,915)	9,390	44,406	(61,979)	8,183	-

The National Lottery Heritage Fund project is for the Trust to provide conservation and improved presentation of the mill buildings and machinery, and establishment of the mill's day to day management, in order to attract more visitors and ensure its long-term sustainability.

# **ESKDALE MILL & HERITAGE TRUST**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

***FOR THE YEAR ENDED 31 DECEMBER 2021***

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### **14 Designated funds**

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

The Designated Fund represents the Heritage Asset at its historical cost price.

The Fixed Asset Fund represents the net book value of assets on hand at the year end, 31 December 2021.

# ESKDALE MILL & HERITAGE TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 15 Analysis of net assets between funds

Fund balances at 31 December 2021 are represented by:

Tangible assets  
Heritage assets  
Current assets/(liabilities)

	Unrestricted funds 2021 £	Designated funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Designated funds 2020 £	Restricted funds 2020 £	Total 2020 £
Tangible assets	-	175	-	175	-	351	-	351
Heritage assets	-	108,153	-	108,153	-	108,153	-	108,153
Current assets/(liabilities)	48,911	-	-	48,911	26,767	-	9,390	36,157
	<u>48,911</u>	<u>108,328</u>	<u>-</u>	<u>157,239</u>	<u>26,767</u>	<u>108,504</u>	<u>9,390</u>	<u>144,661</u>

# **ESKDALE MILL & HERITAGE TRUST**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)** ***FOR THE YEAR ENDED 31 DECEMBER 2021***

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### **16 Related party transactions**

There were no disclosable related party transactions during the year (2020 - none).