

Rydal Hall Limited
Annual Report and Consolidated
Financial Statements

31 December 2023

Company registration number: 02561024
Charity registration number: 1176419



Rydal Hall Limited

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Rydal Hall Limited

Reference and Administrative Details

Charity name	Rydal Hall Limited
Charity registration number	1176419
Company registration number	02561024
Principal office	Rydal Hall AMBLESIDE LA22 9LX
Registered office	Church House Friargate PENRITH CA11 7XR
Trustees	Rev W E Sanders P N Yates The Venerable Dr R D Pratt (Retired 31 March 2024) R D Jaques A Whigham
Secretary	R D Jaques
Auditor	Dodd & Co Audit Limited FIFTEEN Rosehill Montgomery Way Rosehill Estate CARLISLE CA1 2RW

Rydal Hall Limited
Trustees' Report for the Year Ended 31 December 2023

The Trustees, who are directors of the Company for the purposes of company law, present their report together with the financial statements of the Charity for the year ended 31 December 2023.

Governing Document

Rydal Hall Limited was incorporated on 21 November 1990 as a trading subsidiary of Carlisle Diocesan Board of Finance. It obtained charity registration on 21 December 2017 (number 1176419) and started to operate as a charity from 1 January 2018. 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 as amended on 13 December 2013.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16 July 2014.

Appointment of Directors/Trustees

Up to three Trustees can be appointed by the Carlisle Diocesan Board of Finance for a three year term. Up to an additional five, who shall not be employees or officers of the Carlisle Diocesan Board of Finance, can be appointed by a resolution of the Trustees. One third (or the number nearest one third) of the Trustees appointed by resolution of the Trustees, must retire at a meeting called for that purpose. A retiring Trustee may be reappointed.

Trustees will, on a regular basis, assess the need for and provide any Trustee training as may be required.

Risk Assessment

The trustees have examined the major strategic, business and operational risks which the charity faces and confirms that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Investment powers and restrictions

The Trustees have the power to invest in such assets as they see fit after seeking suitable expert advice if considered necessary.

Objectives and Activities

The objects of the charity are:

- To promote and assist the work of the church of England for the advancement of the Christian religion in the Diocese of Carlisle and county of Cumbria
- To advance the Christian religion by (but without prejudice to the generality of the foregoing):
- Providing a welcome and retreat house and facilities for members of the public from within and outside the county wishing to learn about and/or practice the Christian religion;
- Developing and providing opportunities for growth in prayer, mission and spirituality within the Diocese of Carlisle and county of Cumbria;
- Such other exclusively charitable purposes according to the law of England and Wales that the trustees in their absolute discretion decide from time to time.

In setting the objectives of the charity the trustees have complied with the Charity Commission guidance on public benefit.

Achievements and Performance

2023 saw the arrival of our new General Manager, Nigel Evans, and the Trustees have been very encouraged by the many ways in which the operation of running Rydal Hall have improved under Nigel's management and his team of dedicated staff.

Highlights of the year include the refurbishment of the Bunkhouse and the installation of solar panels on some of roof space (where planning permitted) – increasing the proportion of our energy that is sourced from sustainable generation (around two-thirds of the charity's electricity is sourced from Rydal Hydro Ltd – a scheme part owned by the Carlisle Diocese).

Rydal Hall Limited

Trustees' Report for the Year Ended 31 December 2023

Income levels have seen increases in many areas of the charity, as we have strived to deliver a high quality of customer service at a fair price. Whilst some of our tradition group bookings have seen a reduction in participants over recent years, we have been encouraged by the number of new groups being attracted to Rydal Hall and our bookings for 2024 are strong.

We continue to explore how we can further utilise the Hall and Estate grounds to be a resource for the Diocese in its 'God for All' work – we have been excited to work with the Diocese's Outdoor Pioneer this year alongside our Chaplain to bring innovative ideas for mission to Rydal.

The Trustees are grateful for the dedication and hard work of the staff who continued to welcome our guests and help fulfil the objects of the charity.

The Trustees continue to be grateful for the contributions made from the 'Friends of Rydal Hall' group, both through their support of the Rydal Community, and through many hours of time volunteered on site with practical support.

March 2024 saw the retirement of our Chair, the Venerable Dr. Richard Pratt. Richard's love and passion for Rydal Hall and its ministry has been an inspiration to many, and he will be warmly remembered and very welcome to visit in the years ahead. Peter Yates has agreed to step in as Acting Chair for the time being, and we look forward to the arrival of the new Archdeacon of Carlisle who will join the Board later in 2024.

Financial Review

The group recorded an unrestricted deficit for the year of £104,036 (2022 saw a deficit of £178,875), although this was boosted by a net surplus on the designated fund by £39,167, resulting in the final deficit for the year being £64,869.

Group income increased from £1,323,079 to £1,342,686. Charitable activities in the Hall fell to £720,514 (from £798,247) as hall occupancy levels fell. Activities in the trading subsidiary increased to £515,927 (from £467,943) as non-hall elements of the estate saw occupancy levels increase. Costs fell from £1,501,954 to £1,407,555 despite high levels of inflation, with savings in many areas but particularly in staff and food costs. A more effective staff management programme has allowed the charity to run a better level of service with a smaller staff team.

Closing reserves were £241,275 in deficit, with no restricted reserves held.

Work on a detailed 5-year budget and associated business plan was prepared during the year and endorsed by the Board and its parent charity in the Diocese of Carlisle. It shows a credible path back to achieving a surplus position in 2025.

Diocesan Support

As previously reported, the Carlisle Diocesan Board of Finance as sole shareholder of the charity, undertook a review of the value of the estate, potential future income and expenditures, and the impact of mission and ministry carried out in and through Rydal Hall. Diocesan Synod in March 2021, approved almost unanimously, to retain and support the activities at Rydal Hall as an important part of its 'God for All' vision, committing finances to restore the charity's reserves in 2021, and to provide additional capital to provide a stronger future.

Reserves Policy

The Charity's reserves policy is to move to a position where it has free reserves equal to two month's group expenditure which, based on 2023 expenditure would be £227,297. Free reserves at 31 December 2023 were £182,663 in deficit.

Small company provisions

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board and signed on its behalf by:



R D Jacques
Trustee

Date: 16 July 2024

Rydal Hall Limited

Trustees' Responsibilities in relation to the Financial Statements

The trustees (who are also directors of Rydal Hall 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 the Financial Reporting Standard 102 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Company law 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 income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

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

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. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Auditors' Report to the Members of Rydal Hall Limited

Opinion

We have audited the financial statements of Rydal Hall Limited for the year ended 31 December 2023 which comprise Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Charity Balance Sheet, Cash Flow Statement and the related notes, 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, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group and charitable company's affairs at 31 December 2023 and its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

Our responsibilities and the responsibilities of the directors 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. 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 strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) have been prepared in accordance with applicable legal requirements.

Independent Auditors' Report to the Members of Rydal Hall Limited

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Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual 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:

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

Responsibilities of the trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 4, 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 controls as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity'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 Charity or to cease operations, or have no realistic alternative but to do so.

Our 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.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and charity's performance;
- results of our enquiries of management about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the charity's documentation of their:
- policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they are aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- The matters discussed among the audit team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud to be in relation to revenue recognition and management override which, in common with all audits under ISAs (UK), we are required to perform specific procedures to respond to this risk.

**Independent Auditors' Report to the Members of
Rydal Hall Limited**

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We also obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context was the Companies Act, Charities Act, pension legislation, employment law, tax legislation and relevant health and safety laws.

As a result of performing the above, in response to the risks identified, we did not identify any key audit matters related to the potential risk of fraud or non-compliance with laws and regulations. In addition to the above, our procedures to respond to risks identified included the following:

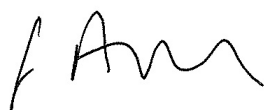
- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- enquiring of management concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance, and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of the charity's work.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting 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 charity'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 charity'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 charity and its members as a body, for our audit work, for this report, or for the opinions we have formed.



Faye Armstrong (Senior Statutory Auditor)
For and on behalf of Dodd & Co Audit Limited, Statutory Auditor

FIFTEEN Rosehill
Montgomery Way
Rosehill Estate
CARLISLE
CA1 2RW

Date: 13/09/2024

Dodd & Co Audit Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Rydal Hall Limited

**Consolidated Statement of Financial Activities (including Income and Expenditure Account) for the
Year Ended 31 December 2023**

		Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds 2023	Total Funds 2022
	Note	£	£	£	£	£
Income and endowments from:						
Donations and legacies	2	43,841	-	12,464	56,305	11,148
Rydal Hall Trading Limited trading activities	3	515,927	-	-	515,927	467,943
Investments	4	6,167	-	-	6,167	3,198
Charitable activities	5	720,514	-	-	720,514	798,247
Other	6	43,773	-	-	43,773	42,543
Total income and endowments		<u>1,330,222</u>	<u>-</u>	<u>12,464</u>	<u>1,342,686</u>	<u>1,323,079</u>
Expenditure on:						
Charitable activities		1,406,722	833	-	1,407,555	1,501,954
Total expenditure		<u>1,406,722</u>	<u>833</u>	<u>-</u>	<u>1,407,555</u>	<u>1,501,954</u>
Net expenditure before transfers		(76,500)	(833)	12,464	(64,869)	(178,875)
Transfers						
Transfers between funds		<u>(27,536)</u>	<u>40,000</u>	<u>(12,464)</u>	<u>-</u>	<u>-</u>
Net movements in funds		(104,036)	39,167	-	(64,869)	(178,875)
Reconciliation of funds						
Total funds brought forward		<u>(176,406)</u>	<u>-</u>	<u>-</u>	<u>(176,406)</u>	<u>2,469</u>
Total funds carried forward		<u>(280,442)</u>	<u>39,167</u>	<u>-</u>	<u>(241,275)</u>	<u>(176,406)</u>

All of the Charity's activities derive from continuing operations during the above periods.

The notes on pages 12 to 24 form an integral part of these financial statements.

Rydal Hall Limited
Company registration number: 02561024
Consolidated Balance Sheet as at 31 December 2023

		2023		2022	
	Note	£	£	£	£
Fixed assets					
Tangible assets	12		141,988		86,044
Current assets					
Stocks and work in progress		8,738		7,733	
Debtors	14	20,953		47,041	
Cash at bank and in hand		132,294		240,914	
		<u>161,985</u>		<u>295,688</u>	
Creditors: Amounts falling due within one year	15	<u>(344,648)</u>		<u>(357,538)</u>	
Net current liabilities			<u>(182,663)</u>		<u>(61,850)</u>
Net (liabilities)/assets			<u>(40,675)</u>		<u>24,194</u>
The funds of the charity:					
Restricted funds			-		-
Designated funds			39,167		-
Unrestricted funds					
Called up share capital		200,600		200,600	
Unrestricted income funds		<u>(280,442)</u>		<u>(176,406)</u>	
Total unrestricted funds			<u>(79,842)</u>		<u>24,194</u>
Total charity funds			<u>(40,675)</u>		<u>24,194</u>

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

Approved by the Board on 16 July '24 and signed on its behalf by:



 R D Jaques
 Trustee

The notes on pages 12 to 24 form an integral part of these financial statements.

Rydal Hall Limited
Charity Balance Sheet as at 31 December 2023

		2023	2022
	Note	£	£
Fixed assets			
Tangible assets	12	141,988	86,044
Investments	13	<u>1</u>	<u>1</u>
		141,989	86,045
Current assets			
Stocks and work in progress		8,738	7,733
Debtors	14	20,956	47,041
Cash at bank and in hand		<u>132,294</u>	<u>240,914</u>
		161,988	295,688
Creditors: amounts falling due within one year	15	<u>(344,651)</u>	<u>(357,539)</u>
Net current (liabilities)/assets		(182,663)	(61,851)
Net assets		<u>(40,674)</u>	<u>24,194</u>
The funds of the charity:			
Unrestricted funds			
Called up share capital		200,600	200,600
Unrestricted income funds		<u>(241,275)</u>	<u>(176,406)</u>
Total unrestricted funds		(40,675)	24,194
Total charity funds		<u>(40,675)</u>	<u>24,194</u>

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

No Statement of Financial Activity is presented for the charity as permitted by Section 408 of the Companies Act 2006. The charity posted a deficit for the financial year of £162,594 (2022 - deficit of £213,846).

Approved by the Board on 16 July '24 and signed on its behalf by:



R D Jaques
Trustee

The notes on pages 12 to 24 form an integral part of these financial statements.

Rydal Hall Limited

Consolidated Cash Flow Statement for the Year Ended 31 December 2023

	2023 £	2022 £
Net cash provided by (used by) operating activities		
Net expenditure for the period	(64,869)	(178,875)
Depreciation charges	33,004	17,992
Loss on the sale of fixed assets	2,636	-
Increase in stocks	(1,005)	(834)
Decrease in debtors	26,085	62,254
(Decrease)/increase in creditors	(12,887)	72,502
	<u>(17,036)</u>	<u>(26,961)</u>
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(91,584)	(44,530)
	<u>(91,584)</u>	<u>(44,530)</u>
Decrease in cash	<u>(108,620)</u>	<u>(71,491)</u>

The notes on pages 12 to 24 form an integral part of these financial statements.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

1 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

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 (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The charitable company meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

These financial statements have been prepared on a going concern basis.

The trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The trustees make this assessment in respect of a period of one year from the date of approval of the financial statements.

The group is dependent on the ongoing support of its parent charity, Carlisle Diocesan Board of Finance (CDBF), in order to continue trading. CDBF has formally confirmed such support shall continue to be provided and on that basis the charity remains a going concern.

Fund accounting policy

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside at the discretion of the trustees for specific purposes.

Further details of each fund are disclosed in note 20.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

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Income and endowments

Donations are recognised when the Charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the Charity before the Charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the Charity and it is probable that these conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measured with a degree of reasonable accuracy and the title to the asset having been transferred to the Charity.

Income from Government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Investment income is recognised on a receivable basis.

Income from charitable activities includes income recognised as earned (as the related goods or services are provided) under contract.

Expenditure

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Taxation

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

Fixed assets

Individual fixed assets costing £1000 or more are initially recorded at cost.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

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Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Leasehold land and buildings	10 years straight line basis
Plant and machinery including motor vehicles	25% straight line basis or 10 years straight line basis
Fixtures, fittings and equipment	25% straight line basis or 2 years straight line basis

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs. Items donated for resale or distribution are not included in the financial statements until they are sold or distributed.

Trade Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Liabilities

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Operating leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Rentals payable under operating leases are charged in the Statement of Financial Activities on a straight line basis over the lease term.

Pensions

The charity operates a defined contribution pension scheme. Contributions are charged in the statement of financial activities as they become payable in accordance with the rules of the scheme.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

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Financial instruments

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument. Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Charity after deducting all of its liabilities.

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the Charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the Charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the Charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

2 Donations and legacies

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Donations and legacies					
Garden tours and donations	3,841	-	-	3,841	2,926
Grants					
Government grants receivable	-	-	-	-	8,222
DBF	40,000	-	3,000	43,000	-
Low Carbon Lake District Grant Scheme	-	-	9,464	9,464	-
	40,000	-	12,464	52,464	8,222
	43,841	-	12,464	56,305	11,148

Of the donations and legacies income in 2022, £8,926 related to unrestricted funds and £2,222 related to restricted funds.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

..... continued

3 Rydal Hall Trading Limited trading activities

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Cottages	56,593	-	-	56,593	57,848
Pods	14,287	-	-	14,287	16,155
Youth	41,680	-	-	41,680	33,727
Camping and car park	149,521	-	-	149,521	129,817
Sale of logs	364	-	-	364	414
Tea shop	224,854	-	-	224,854	195,358
Yurt	15,978	-	-	15,978	20,124
Herdy huts	12,650	-	-	12,650	14,500
	<u>515,927</u>	<u>-</u>	<u>-</u>	<u>515,927</u>	<u>467,943</u>

All of the other trading activities income in 2022 related to unrestricted funds.

4 Investments

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Interest on cash deposits	6,167	-	-	6,167	3,198

All of the investments income in 2022 related to unrestricted funds.

5 Charitable activities

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Bar and Hall Shop takings	59,169	-	-	59,169	66,554
Miscellaneous receipts	41,724	-	-	41,724	53,459
Room hire	28,268	-	-	28,268	8,434
Hall	590,710	-	-	590,710	669,800
Miscellaneous	643	-	-	643	-
	<u>720,514</u>	<u>-</u>	<u>-</u>	<u>720,514</u>	<u>798,247</u>

All of the income from charitable activities in 2022 related to unrestricted funds.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

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6 Other

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Staff accommodation	43,773	-	-	43,773	42,120
Water and hydro-electric receipts	-	-	-	-	423
	<u>43,773</u>	<u>-</u>	<u>-</u>	<u>43,773</u>	<u>42,543</u>

All of the other income in 2022 related to unrestricted funds.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

..... continued

7 Expenditure

	Rydal Hall Trading	Charitable activities	Total 2023	Total 2022
	£	£	£	£
Direct costs				
Food purchases - adjusted for stock	62,488	133,964	196,452	180,920
Employment costs	215,713	596,852	812,565	848,377
Rent	-	-	-	45,000
Rates	3,849	5,539	9,388	9,439
Electricity, gas and water system	30,315	43,623	73,938	95,804
Insurance	10,667	15,350	26,017	22,240
Repairs and maintenance	52,170	51,765	103,935	113,273
Upkeep of grounds	116	167	283	121
Garden Project general expenditure	1,398	2,012	3,410	5,511
Telephone and fax	3,905	5,620	9,525	8,158
Computer software and maintenance costs	3,155	4,540	7,695	16,849
Printing, postage and stationery	1,534	2,207	3,741	5,986
Hire of plant and machinery	1,769	2,545	4,314	6,143
Sundry expenses	1,399	2,057	3,456	5,315
Cleaning	11,464	35,436	46,900	39,069
Management charges payable	-	-	-	8,000
Motor expenses	20	28	48	503
Advertising	3,330	4,792	8,122	9,930
Bad debts written off	130	187	317	-
Booking commission	4,746	6,829	11,575	12,524
	<u>408,168</u>	<u>913,513</u>	<u>1,321,681</u>	<u>1,433,162</u>
Support costs				
Recruitment costs	923	1,328	2,251	9,448
Staff training	451	649	1,100	1,482
Chaplaincy offer	-	16,369	16,369	3,874
The audit of the charity's annual accounts	-	8,000	8,000	5,350
Auditors' remuneration - non audit work	775	1,510	2,285	3,125
Legal and professional fees	3,319	5,676	8,995	15,792
Bank charges	4,605	6,629	11,234	11,729
Depreciation of plant and machinery	-	33,004	33,004	17,992
(Profit)/loss on sale of intangible fixed assets held for charity's own use	-	2,636	2,636	-
	<u>10,073</u>	<u>75,801</u>	<u>85,874</u>	<u>68,792</u>
	<u>418,241</u>	<u>989,314</u>	<u>1,407,555</u>	<u>1,501,954</u>

Of the expenditure in 2022, £1,499,732 related to unrestricted funds and £2,222 restricted. Of this, £1,068,982 related to Rydal Hall Limited and £432,972 related to Rydal Hall Trading Limited.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

..... continued

8 Governance costs

	2023	2022
	£	£
Auditors remuneration	8,000	5,350
Auditors remuneration - non audit work	2,285	3,125
Management fees	-	8,000
Legal and professional fees	8,995	15,792
	<u>19,280</u>	<u>32,267</u>

9 Trustees' remuneration and expenses

No trustees received any remuneration or expenses during the year.

10 Net expenditure

Net expenditure is stated after charging:

	2023	2022
	£	£
Auditors' remuneration - audit services	8,000	5,350
Depreciation of tangible fixed assets	33,004	17,992
Loss/(profit) on sale of intangible fixed assets	<u>2,636</u>	<u>-</u>

11 Employees' remuneration

The monthly average number of persons (including senior management) employed by the charity during the year was as follows:

	2023 No.	2022 No.
Rydal Hall	<u>36</u>	<u>37</u>

The aggregate payroll costs of these persons were as follows:

	2023 £	2022 £
Wages and salaries	699,433	751,596
Social security	53,991	48,221
Other pension costs	59,141	48,560
	<u>812,565</u>	<u>848,377</u>

No employee received emoluments of more than £60,000 during the year.

The key management personnel comprise the Trustees. The total employee benefits of the key management personnel of the Charity were £nil (2022 - £nil).

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

..... continued

12 Tangible fixed assets

Group and charity

	Leasehold land and buildings £	Plant and machinery including motor vehicles £	Fixtures, fittings and equipment £	Total £
Cost				
As at 1 January 2023	135,469	26,354	68,879	230,702
Additions	13,183	40,790	37,611	91,584
Disposals	(62,275)	(255)	(14,566)	(77,096)
As at 31 December 2023	<u>86,377</u>	<u>66,889</u>	<u>91,924</u>	<u>245,190</u>
Depreciation				
As at 1 January 2023	93,224	17,515	33,919	144,658
Eliminated on disposals	(59,639)	556	(15,377)	(74,460)
Charge for the year	9,117	3,264	20,623	33,004
As at 31 December 2023	<u>42,702</u>	<u>21,335</u>	<u>39,165</u>	<u>103,202</u>
Net book value				
As at 31 December 2023	<u>43,675</u>	<u>45,554</u>	<u>52,759</u>	<u>141,988</u>
As at 31 December 2022	<u>42,245</u>	<u>8,839</u>	<u>34,960</u>	<u>86,044</u>

13 Investments in subsidiaries

The charity holds more than 20% of the share capital of the following company:

	Country of incorporation	Principal activity	Class	%
Subsidiary undertakings				
Rydal Hall Trading Limited	United Kingdom	Provision of camp site facilities	Ordinary	100
		Capital & reserves £		Profit/(loss) for the period £
Subsidiary undertakings				
Rydal Hall Trading Limited			1	-

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

..... continued

14 Debtors

Group

	2023 £	2022 £
Other debtors	11,429	39,849
Prepayments and accrued income	9,524	7,192
	<u>20,953</u>	<u>47,041</u>

Charity

	2023 £	2022 £
Other debtors	11,429	39,849
Prepayments and accrued income	9,524	7,192
	<u>20,953</u>	<u>47,041</u>

15 Creditors: Amounts falling due within one year

Group

	2023 £	2022 £
Trade creditors	11,759	25,987
Amounts owed to group undertakings	166,107	134,271
Taxation and social security	21,135	23,118
Other creditors	84,220	88,065
Accruals and deferred income	61,427	86,097
	<u>344,648</u>	<u>357,538</u>

Charity

	2023 £	2022 £
Trade creditors	11,759	25,987
Amounts owed to group undertakings	166,758	134,922
Taxation and social security	21,135	23,118
Other creditors	84,220	88,065
Accruals and deferred income	60,777	85,447
	<u>344,649</u>	<u>357,539</u>

16 Share capital

	2023 £	2022 £
Allotted, called up and fully paid Ordinary £1 share capital	200,600	200,600
	<u>200,600</u>	<u>200,600</u>

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

..... continued

17 Capital commitments

Expenditure contracted for but not provided in the financial statements:

	2023	2022
	£	£
Construction work	-	24,685
Fire alarm installation	11,662	-
	<u>11,662</u>	<u>24,685</u>

18 Pension scheme

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the period represents contributions payable by the charity to the scheme and amounted to £59,141 (2022 - £48,560).

There were no outstanding or prepaid contributions at either the beginning or end of the financial year.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

..... continued

19 Related parties

Controlling entity

Carlisle Diocesan Board of Finance Limited (registered charity) is the ultimate controlling party of both Rydal Hall Limited, and Rydal Hall Limited's wholly owned trading subsidiary Rydal Hall Trading Limited.

During the year Rydal Hall Limited paid rent to Carlisle Diocesan Board of Finance of £nil (2022 - £45,000) and also paid a management fee of £nil (2022 - £8,000).

Carlisle Diocesan Board of Finance provided grant funding to Rydal Hall in the period of £43,000 (2022 - £nil).

The balance due to Carlisle Diocesan Board of Finance at 31 December 2023 is £166,107 (2022 - £134,271).

During the year Rydal Hall Trading Limited committed to making a donation to Rydal Hall Limited of £97,725 (2022 - £34,971). The balance due to Rydal Hall Trading Limited at 31 December 2023 is £nil (2022 - £nil).

20 Analysis of funds

	At 1 January 2023	Incoming resources	Resources expended	Transfers	At 31 December 2023
	£	£	£	£	£
General Funds					
Unrestricted income fund	(176,406)	1,330,222	(1,406,722)	(27,536)	(280,442)
Designated Funds					
Cabins	-	-	(833)	40,000	39,167
Restricted Funds					
Low Carbon Lake District Grant Scheme	-	9,464	-	(9,464)	-
Carlisle DBF	-	3,000	-	(3,000)	-
	-	12,464	-	(12,464)	-
	(176,406)	1,342,686	(1,407,555)	-	(241,275)

Cabins - Funds received from DBF which has been used to fund the purchase of 3 cabins. The trustees have agreed the designated funds will be fed back to unrestricted funds inline with depreciation.

Low Carbon Lake District Grant Scheme - Income received restricted to fund the installation of solar panels.

Carlisle DBF - Income received restricted to fund the installation of solar panels.

21 Transfers

During the year, £40,000 has been transferred from unrestricted funds to designated funds for the purchase of 3 cabins. The cabins were purchased in the year and the trustees have agreed the designated funds will be fed back to unrestricted funds inline with depreciation.

£12,464 was transferred from restricted to unrestricted in relation to the purchase of solar panels. Once installed, the restriction on the grant funding was satisfied and therefore transferred to unrestricted funds.

Rydal Hall Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

..... continued

Prior period

	At 1 January 2022	Incoming resources	Resources expended	At 31 December 2022
	£	£	£	£
General Funds				
Unrestricted income fund	2,469	1,278,737	(1,457,612)	(176,406)
Restricted Funds				
DWP	-	2,222	(2,222)	-
	<u>2,469</u>	<u>1,280,959</u>	<u>(1,459,834)</u>	<u>(176,406)</u>

22 Net assets by fund

	Unrestricted Funds	Total Funds 2023	Total Funds 2022
	£	£	£
Tangible assets	141,988	141,988	86,044
Current assets	161,985	161,985	295,688
Creditors: Amounts falling due within one year	(344,648)	(344,648)	(357,538)
Ordinary share capital	(200,600)	(200,600)	(200,600)
Net assets	<u>(241,275)</u>	<u>(241,275)</u>	<u>(176,406)</u>

Prior period

	Unrestricted Funds	Total Funds 2022	Total Funds 2021
	£	£	£
Tangible assets	86,044	86,044	59,506
Current assets	295,688	295,688	426,001
Creditors: Amounts falling due within one year	(357,538)	(357,538)	(282,438)
Ordinary share capital	(200,600)	(200,600)	(200,600)
Net assets	<u>(176,406)</u>	<u>(176,406)</u>	<u>2,469</u>