

Company Number: 2348350
Charity Number: 801122

THE ORCHARD TRUST
(Limited by Guarantee)

FINANCIAL STATEMENTS

For the Year Ended 31 March 2021

**THE ORCHARD TRUST
(Limited by Guarantee)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

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**THE ORCHARD TRUST
(Limited by Guarantee)
OFFICERS AND ADVISORS
FOR THE YEAR ENDED 31 MARCH 2021**

Trustees	Mr N Budd Mr B Kaye Mrs J Morris Kaye Mrs S Henschley Mr R Morgan Mrs R Dodsworth Mrs C Smart Mrs E Hewison Mr C Lloyd
Chief Executive Officer	Mrs C Andrews
Registered and Administrative Office	The Orchards Lydbrook Valley Springs Central Lydbrook Lydbrook Gloucestershire GL17 9PP
Auditors	Hazlewoods LLP Windsor House Bayshill Road Cheltenham GL50 3AT
Solicitors	Harrison Clark Rickerbys Ellenborough House Wellington Street Cheltenham GL50 1YD
Bankers	Lloyds TSB 19 Eastgate Street Gloucester GL1 1NU
Company Number	2348350 (England and Wales)
Charity Number	801122

**THE ORCHARD TRUST
(Limited by Guarantee)
CHAIRMAN'S REPORT
FOR THE YEAR ENDED 31 MARCH 2021**

I want to start by thanking everyone: staff, volunteers, senior managers, support staff, admin, and learning and development staff for their dedication and resilience during the last year. In spite of being overwhelmed by the Covid pandemic, this dedication to care has enabled us to keep each other safe. Our families as well have been wonderfully understanding in their forbearance as they were not able to touch their loved ones for many months, or even visit during the early months of shutdown.

The Trust has had to think outside of the box to change its routines and practices in order to comply with Government guidelines, and protect those who are in our care. Safe meeting places have been conjured up for families to meet their loved ones, Learning and Development and the Day Centre are now experienced at providing video and online training, and we have all got used to wearing masks, regular testing and having our temperature taken daily.

Huge thanks must go to our Fundraising team, who have obtained grants to cover our PPE needs and to fund the changes that have been put in place. Indeed, their fundraising has helped to maintain the financial stability of the Trust for this year.

Our usual fund-raising activities could not take place, but a very successful online Summer Fete was organised by a few dedicated staff. Our grateful thanks to them.

We continue to have good, positive relationships with the local authorities who are involved with our clients. We are confident that we can continue to provide excellent care for the foreseeable future.

Sue Henchley

**Sue Henchley
Chairman of Trustees
The Orchard Trust**

Date: 18/11/2021

**THE ORCHARD TRUST
(Limited by Guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021**

The Trustees present their report together with the audited financial statements (“accounts”) of the company for the year ended 31 March 2021.

PURPOSE AND IMPACT

The Orchard Trust was established over 30 years ago by a group of parents who were looking to improve care options for their children and others with learning disabilities. The Trust provides residential care, supported living homes, short break (respite) beds, rebound therapy, hydrotherapy and day services based on a working smallholding which is open to all who may wish to benefit from the services.

To see more about our homes and facilities please visit our website: www.orchard-trust.org.uk

Philosophy of the Orchard Trust

Orchard Trust believes people with disabilities have the same rights as any other individual and support each to enjoy the services and opportunities available to any other member of the community.

Values

Kindness - We treat others and ourselves with gentleness, warmth and care, focusing on the little things that really matter.

Respect - We look after ourselves, each other, our places and the environment.

Individuality - We recognise one another for the people we are, understanding and accepting preferences and beliefs to ensure a personalised care and support.

Working together - We believe the best results are gained through working as a team, valuing suggestions and encouraging new ideas as we strive to continuously improve the care we provide.

The Trust’s values reflect the intrinsic behaviours of staff within the organisation and daily decisions are enhanced by the ongoing focus provided by the values.

Objectives (Mission)

We are a consistent and long-term place for life for people with disabilities, with a warm and friendly environment where each individual is supported to realise their ambitions.

Activities

Our mission is achieved by working towards the following aims:

1. Consistently look for innovation and fresh ideas to improve the care we provide
2. Ensuring each staff member has the skills and attributes of our values through effective recruitment, ongoing support, development and shared vision.
3. Building financial resilience through diversification of income, internal efficiencies and the provision of added value through alternative funding
4. Expanding the reach of our day services site to benefit the wider community

**THE ORCHARD TRUST
(Limited by Guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021**

Achievements and Performance

The key achievements of the Trust against its activities and thus its objectives during the 2020/21 financial year are as follows:

- Staff and management worked incredibly hard and very long hours to ensure clients and each other were kept safe through the first and second waves of the pandemic.
- A donation of 60,000 masks and aprons in July 2020 ensured the Trust had sufficient PPE to manage through the most difficult times and shortages of 2020.
- Although the respite facility closed for the financial year Hilltop's management maintained regular contact with the families and offered a respite placement to any who felt they needed the support.
- During the year the decision was taken to change one respite room into a residential bed to support the needs of a previous respite client.
- Three new clients successfully transitioned into the Trust, one at Offa's Dyke, one at Hilltop and one in Supported Living. There are no current vacancies in the homes or supported living.
- The Day Service remained open throughout the year to meet the needs of two clients and their families. From early 2021 the service opened up further with many previous clients returning and new clients becoming regular visitors.
- In April 2021 the decision was made to close and refurbish the hydro pool. The new pool will be longer and shallower to better meet the needs of its users. The new pool is due to reopen Spring 2022.
- Despite benefiting from the government furlough scheme and a BILB loan it became apparent that Independent Training was no longer financially viable and the decision was taken to liquidate the company.
- The Trust gratefully received unrestricted grants to support its activities and cover expenses following income loss throughout the pandemic, other restricted grants were released by the funder to allow us to support our objectives and remove the need to consider redundancies.
- The Trust also wishes to thank Gloucestershire County Council and the central government for their financial support through the pandemic so far.
- To enable virtual visiting for clients and families the Trust invested in tablets within each home and upgraded wifi where possible, many clients have been able to happily engage in a way which was beyond our expectations and is a delight to witness.
- Investment was also made into a paperless care planning system and medical administration record (eMAR) which, once set up, saves staff and management significant time and improves auditing processes.

VALUES AND WAYS OF WORKING

The Trust is deeply committed to providing high quality and positive risk-based care. To support sharing of learning and best practice the Trust has many internal committees to provide effective two-way feedback between all services and management. These include:

- Client Group (Trust our Voice)
- Parent Support Group (Carers & Sharers)
- Staff Communication Group (Comms)
- Health & Safety Staff Reps - with Trustee representation
- Action Based Management (ABM)
- Senior Management and Business Development
- Friends of Orchard Trust
- Trustee buddy scheme across all services in the Trust

Due to Covid restrictions many of these groups have met virtually and more frequently to ensure easy sharing of updates to guidance and risk assessments. Sadly, Trust our Voice have not adapted well to virtual meetings and this group has not met for many months. Once it is safe to do so the group will restart face to face. Carers and sharers have also adapted the way they interact and a circle of support was set up between families to maintain contact through the first lockdown.

**THE ORCHARD TRUST
(Limited by Guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021**

Ensuring our work delivers our mission

The Trust ensures all actions contribute to achieving its mission through regular monitoring of performance by CQC and local authority reports, user, family and staff questionnaires, internal and external service user quality visits, Trustee buddy visits, senior manager and peer visits and an internal 'mum' test. The board have referred to the guidance contained in the Charity Commission's general guidance on public benefit when determining how our current and future activities meet the Trust's objectives.

Staff Pay Award

Although fee uplifts effective from April 2020 received from Local Authorities and Clinical Commissioning Groups did not cover the full impact of the increase in national Living Wage the Trust chose to invest in its staff teams by offering all staff a pay increase and also increased the differential between care worker and team leader, reflecting the increased responsibilities required of the leader role. A pay progression route allows opportunity for salary increases through qualifications and length of service and support the Trusts aim to ensure each staff member has the skills and attributes of our values through effective recruitment, ongoing support, and training and shared vision. The Trust is delighted to pay all staff above the National Living Wage for the first time, this reflects the importance of the tasks they are doing and the gratitude the Trust has for their commitment and continuous hard work throughout the pandemic.

OPERATING MODEL AND RISKS

Risk

Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects. These procedures are regularly reviewed to ensure they meet the needs of the charity.

Principal identified risks

- Service delivery – internal and external quality controls minimise risks in this area with internal quality control process reviewed and updated to reflect the regularly changing best practice guidelines provided by authorities within the care sector.
- Recruitment – The challenge of recruiting new staff with the values and attributes required by the Trust to support clients is increasingly difficult, however these standards are vital to the wellbeing of individuals so new methods of advertising and recruiting are being explored. Retention rates for direct care staff remained stable at 83% in 2020/21 against 82% in 2019/20 and 84% in 2018/19. Retention across the whole Trust was 84%. These figures remain significantly better than the five year sector average detailed in CQC's State of Social Care report 2020 of 39%, and reflects the commitment the Trust has to its staff and the consistent quality of care provided to our clients.
- Changes to Local Authority funding and/or commissioning models – Trust staff work closely with partners in local authorities to ensure client package process reflect true costs of care and individual need. Senior staff are active within local authority market shaping workshops and Anthony Jeffers continuing to maintain board position within the Gloucestershire Care Providers Association.
- Regional and National policy changes - Cathy Andrews sits on the ADASS South West Stakeholder Forum and the South West Regional Stakeholder Network for the Disability Unit in Cabinet Office both feed information into and influence change at regional, national and governmental levels.
- Regulatory and Legislative changes - The Trust seeks to remain up to date with all changes through subscription to CQC, Skills for Care, HSE and other email updates along with face to face and social media peer networking. We consider and respond to the continued development of legislation and changes regulations through discussion and regular reviewing of internal procedures.

**THE ORCHARD TRUST
(Limited by Guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021**

Reserve Policy

The majority of the Trust's income is received through local authority contracts for the specific care of an individual. Any surplus is used to ensure the Trust's on-going sustainability and to improve the care environment.

All charities are required to consider the level of reserves they need to hold to cover both development opportunities and as resilience against unforeseen events. Additional cash reserves are considered by the Trustees to be essential to protect the activities of the Trust. In line with the general guidance provided by the Charity Commissioners and an understanding of the organisational risks, the Trustees calculate the unrestricted reserves held to be a minimum of six months expenditure with the aim to increase this to the 12-month figure. These amounts have increased from previous years following consideration of future Local Authority funding challenges and further uncertainties during the ongoing pandemic.

Currently, the maintained unrestricted reserves not committed or invested in tangible fixed assets (Residential Development Fund) is at £900,000. Any reserves over that sum could be allocated for future development, pending a suitable opportunity. The net asset value of the Trust is sufficient to release substantial funds in the event of a catastrophe.

GOVERNANCE AND DECISION MAKING

Orchard Trust

The Trustees in office in the year are detailed on page 1 of this report along with the names and addresses of relevant organisations providing banking services or professional advice to the Charity and its subsidiary.

The company does not have share capital, being limited by a guarantee of £1 from each of the Trustees. The Trustees act as Directors for company purposes.

The company is governed by its Memorandum and Articles of Association.

The Trustees have given due consideration to Charity Commission published guidance on the operation of the public benefit requirement.

At the year end the Board of Trustees comprised 9 Trustees, who are also Directors of The Orchard Trust for the purposes of company law. Operational responsibility lies with the Trust's Senior Management team of Cathy Andrews, C.E.O.; Anthony Jeffers, Head of Support & Operations; and Kelly Ryder, Head of Finance.

The Trust holds six full board meetings per year, plus three finance committee meetings, two investment committee meetings and three safeguarding committee meetings. Trustees also have representation on the health and safety committee and each service has a Trustee buddy who regularly visits the service to learn more about that services specific challenges and thus bring greater knowledge to the board room.

Independent Training & Development Ltd

This subsidiary training organisation is overseen by a board, who report to the main board, comprising:

Mr N Budd (Trustee of Orchard Trust)

Mr B Kaye (Trustee of Orchard Trust)

Mr Keith Carswell (an unconflicted party as required by the Charities Commission)

Operational decisions made by Cathy Andrews, CEO, and Wendy Bolton, Training Manager.

Trustee Appointment and Training

Trustees are appointed by election to the Board. On induction, new Trustees are given a tour of the Trust's sites, meet key employees and are introduced to the other Trustees. Trustees are briefed on their legal obligations under charity and company law, as well as the aims and activities of the Trust and its recent financial performance. Trustees are encouraged to attend external training events where these facilitate the undertaking of their role.

THE ORCHARD TRUST
(Limited by Guarantee)
REPORT OF THE TRUSTEES (continued)
FOR THE YEAR ENDED 31 MARCH 2021

Review of the accounts

The accounts follow a similar format to those of the preceding year in compliance with the accounting rules under SORP 2015.

The "Consolidated Statement of Financial Activities" on page 12-13 shows the movements on all funds of the Group, with the Consolidated Balance Sheet on page 16. A Consolidated Cash Flow Statement has again been included in the accounts on page 20. As in previous years, the report contains a Risk Analysis.

Borrowings

The Trust has borrowed no money during this period.

At the balance sheet date, cash reserves were higher than last year at £1,305,534. Total reserves increased from £5,847,473 to £6,028,822.

Investment Powers

Under the Memorandum and Articles of Association, the company has the power to make any investment which the Trustees see fit.

Results

The financial results for the year are presented on pages 12-36.

Financial Review

The full accounts of the Trust are included on pages 12-36. Cash balances at the year-end of £1,305,534 reflected careful management of the Trusts resources during financially challenging times.

Acquisitions and Disposals

There have been no substantial acquisitions or disposals during the period.

Statement of Trustees' Responsibilities

The Trustees (who are also directors of The Orchard Trust Limited for the purposes of company law), are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law, the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the profit or loss 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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.

Acknowledgements

We acknowledge HR support and guidance from Ellis Whittam and DE Ford Limited for dealing accordingly with our insurance needs.

THE ORCHARD TRUST
(Limited by Guarantee)
REPORT OF THE TRUSTEES (continued)
FOR THE YEAR ENDED 31 MARCH 2021

Statement of Disclosure to Auditor

In accordance with company law, as the Company's Directors, the Trustees have taken the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information. The Trustees confirm that there is no relevant information that they know of, and which they know the auditors are unaware of.

Fixed Assets

The Company re-valued its properties in March 2015. This revaluation, which has been reflected in these financial statements, is based on the open market valuation for existing use of £4,630,000, which is the basis required by UK Financial Reporting Standards. The valuation of the properties at the same date, on the assumption that they were fully operational and equipped having regard to trading potential, was £4,630,000.

Third Party Indemnity Insurance

The company incurred an annual premium of £1,106 to DE Ford Limited in relation to Trustee Indemnity Insurance.

Auditors

Hazlewoods LLP were reappointed as auditors in the year and have expressed their willingness to continue in office.

Signed by order of the Board of Trustees

Rita Dodsworth

Mrs R Dodsworth
Treasurer - The Orchard Trust
Date: 18/11/2021

**THE ORCHARD TRUST
(Limited by Guarantee)
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS**

Opinion

We have audited the financial statements of The Orchard Trust for the year ended 31 March 2021, which comprise the Consolidated and Charity Statements of Financial Activities, the Consolidated and Charity Balance Sheets, the Consolidated and Charity Statement of Changes in Equity, Statement of Cash Flows, and 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

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

In our opinion the financial statements:

- give a true and fair view of the state of the group's and charitable company's affairs as at 31 March 2021 of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. 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.

**THE ORCHARD TRUST
(Limited by Guarantee)
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS**

Opinion on other matter 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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees have 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 and the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

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

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

Responsibilities of trustees

As explained more fully in the trustee's responsibilities statement set out on page 7, the trustees 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 directors 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 group's or the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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.

**THE ORCHARD TRUST
(Limited by Guarantee)
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS**

Extent to which the auditor was considered capable of detecting irregularities, including fraud

Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planning and performed in accordance with the ISA's (UK).

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

- We obtained an understanding of the legal and regulatory frameworks applicable to the group and company financial statements or that had a fundamental effect on the group and company's operations. We determined that the most significant laws and regulations included UK GAAP, UK Companies Act 2006 and Charities Act 2011.
- We understood how the group and the company is complying with those legal and regulatory frameworks by making inquiries of management, those responsible for legal and compliance procedures.
- We assessed the susceptibility of the group and company's financial statements to material misstatement, including how fraud might occur. Audit procedures performed by the engagement team included:
 - Identifying and assessing the design effectiveness of controls management has in place to prevent and detect fraud;
 - Understanding how management considered and addressed the potential for override of controls. Detailed analysis of journals posted through the accounting system during the year to 31 March 2021 has been undertaken;
 - Understanding the controls in place to prevent and detect fraud. Reliance was not placed on controls for the entirety of the audit, instead taking a substantive testing approach, however controls were in place to prevent fraud and they appeared to be working effectively.
 - Challenging assumptions and judgements made by management in its significant accounting estimates.

Martin Howard

.....
Martin Howard (Senior Statutory Auditor)
For and on behalf of Hazlewoods LLP, Statutory Auditor

Windsor House
Bayshill Road
Cheltenham
GL50 3AT

18/11/2021
Date:.....

THE ORCHARD TRUST
(Limited by Guarantee)
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021

	Note	Unrestricted fund 2021 £	Restricted fund 2021 £	Total funds 2021 £	Total funds 2020 £
INCOME AND ENDOWMENTS					
Income and endowments from:					
Donations and legacies					
Donations and gifts		99,448	32,504	131,952	100,571
Investments					
Bank interest receivable		2,933	-	2,933	1,071
Charitable activities					
Local Authority contracts		3,743,475	-	3,743,475	3,620,535
Other					
Training income		29,183	-	29,183	128,238
Rental income		39,000	-	39,000	33,730
Other income		-	-	-	1,073
Government grants		156,141	217,884	374,025	-
Total income and endowments		4,070,180	250,388	4,320,568	3,885,218
EXPENDITURE ON					
Charitable activities	2	(3,941,664)	(197,555)	(4,139,219)	(3,821,606)
Total expenditure		(3,941,664)	(197,555)	(4,139,219)	(3,821,606)
Net income / (deficit) before other recognised gains and losses	15	128,516	52,833	181,349	63,612
Movement in fair value of investments		-	-	-	6,434
Net income / (deficit) for the year		128,516	52,833	181,349	70,046

THE ORCHARD TRUST
(Limited by Guarantee)
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021

	Note	Unrestricted fund 2021 £	Restricted fund 2021 £	Total funds 2021 £	Total funds 2020 £
Reconciliation of funds					
Funds brought forward at 1 April		5,821,718	25,755	5,847,473	5,777,427
Transfer between reserves		44,943	(44,943)	-	-
Net movement in funds		128,516	52,833	181,349	70,046
Funds carried forward at 31 March	15	5,995,177	33,645	6,028,822	5,847,473

The notes on pages 21 to 36 form part of these financial statements.

The Statement of Financial Activities has been prepared on the basis that all operations are continuing operations.

Note of Historical Cost Income and Expenditure

	2021 £	2020 £
Reported net movement in funds	181,349	83,654
Difference between historical cost depreciation and the actual depreciation charge of the year calculated on the revalued amount	13,499	13,055
Historical cost net movement in funds	194,848	96,709

THE ORCHARD TRUST
(Limited by Guarantee)
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021

	Note	Unrestricted fund 2021 £	Restricted fund 2021 £	Total funds 2021 £	Total funds 2020 £
INCOME AND ENDOWMENTS					
Income and endowments from:					
Donations and legacies					
Donations and gifts		99,448	32,504	131,952	100,571
Investments					
Bank interest receivable		2,933	-	2,933	1,071
Charitable activities					
Local Authority contracts		3,747,831	-	3,747,831	3,620,982
Other					
Training income		5,496	-	5,496	25,967
Rental income		39,000	-	39,000	33,730
Other income		2,376	-	2,376	-
Government grants		117,462	217,884	335,346	-
Total income and endowments		4,014,546	250,388	4,264,934	3,782,321
EXPENDITURE ON					
Charitable activities	2	(3,868,762)	(197,555)	(4,066,317)	(3,726,152)
Total expenditure		(3,868,762)	(197,555)	(4,066,317)	(3,726,152)
Net income / (deficit) before other recognised gains and losses	15	145,784	52,833	198,617	56,169
Movement in fair value of investments		-	-	-	6,434
Net income / (deficit) for the year		145,784	52,833	198,617	62,603

THE ORCHARD TRUST
(Limited by Guarantee)
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021

	Note	Unrestricted fund 2021 £	Restricted fund 2021 £	Total funds 2021 £	Total funds 2020 £
Reconciliation of funds					
Funds brought forward at 1 April		5,830,202	25,755	5,855,957	5,793,354
Transfer between reserves		44,943	(44,943)	-	-
Net movement in funds		145,784	52,833	198,617	62,603
Funds carried forward at 31 March	15	6,020,929	33,645	6,054,574	5,855,957

The notes on pages 21 to 36 form part of these financial statements.

The Statement of Financial Activities has been prepared on the basis that all operations are continuing operations.

Note of Historical Cost Income and Expenditure

	2021 £	2020 £
Reported net movement in funds	198,617	97,511
Difference between historical cost depreciation and the actual depreciation charge of the year calculated on the revalued amount	13,499	13,005
Historical cost net movement in funds	212,116	110,516

THE ORCHARD TRUST
(Limited by Guarantee)
CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2021

Company Number: 2348350

	Note	£	2021 £	£	2020 £
Fixed assets					
Intangible assets	6		-		5,064
Tangible assets	7		4,669,504		4,746,444
Investments	8		930		930
			<u>4,670,434</u>		<u>4,752,438</u>
Current assets					
Stock	9	1,440		1,440	
Debtors	10	284,061		227,957	
Cash at bank and in hand		1,305,534		1,041,297	
			<u>1,591,035</u>	<u>1,270,694</u>	
Creditors: Amounts falling due within one year	11	(232,647)		(175,659)	
			<u>1,358,388</u>	<u>1,095,035</u>	
Net current assets			<u>1,358,388</u>	<u>1,095,035</u>	
Total assets less current liabilities			<u>6,028,822</u>	<u>5,847,473</u>	
Funds					
Restricted income funds	13,14,15		33,645		25,755
Unrestricted income funds:	14,15				
Operational general fund			4,116,276		3,929,318
Property revaluation reserve			978,901		992,400
Designated funds			900,000		900,000
			<u>6,028,822</u>		<u>5,847,473</u>

18/11/2021

The financial statements were approved by the Board of Trustees on

and signed on its behalf by:

Rita Dodsworth

Mrs R Dodsworth
Trustee

THE ORCHARD TRUST
(Limited by Guarantee)
BALANCE SHEET
AS AT 31 MARCH 2021

Company Number: 2348350

	Note	£	2021 £	£	2020 £
Fixed assets					
Tangible assets	7		4,669,504		4,746,444
Investments	8		931		931
			<u>4,670,435</u>		<u>4,747,375</u>
Current assets					
Stock	9	1,440		1,440	
Debtors	10	284,779		227,036	
Cash at bank and in hand		1,285,820		1,031,466	
			<u>1,572,039</u>	<u>1,259,942</u>	
Creditors: Amounts falling due within one year	11	(187,900)		(151,360)	
			<u>1,384,139</u>	<u>1,108,582</u>	
Net current assets			<u>1,384,139</u>	<u>1,108,582</u>	
Total assets less current liabilities			<u>6,054,574</u>	<u>5,855,957</u>	
Funds					
Restricted income funds	13,14,15		33,645		25,755
Unrestricted income funds:	14,15				
Operational general fund			4,142,028		3,937,802
Property revaluation reserve			978,901		992,400
Designated funds			900,000		900,000
			<u>6,054,574</u>		<u>5,855,957</u>

18/11/2021

The financial statements were approved by the Board of Trustees on _____ and signed on its behalf by:

Rita Dodsworth

Mrs R Dodsworth
Trustee

THE ORCHARD TRUST
(Limited by Guarantee)
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2021

	Operational general fund £	Property revaluation reserve £	Designated fund £	Restricted fund £	Total funds £
Funds brought forward at 1 April 2020	3,929,318	992,400	900,000	25,755	5,847,473
Net incoming resources before transfers	128,516	-	-	52,833	181,349
Depreciation on revalued amounts	13,499	(13,499)	-	-	-
Transfer between reserves	44,943	-	-	(44,943)	-
Funds carried forward at 31 March 2021	<u>4,116,276</u>	<u>978,901</u>	<u>900,000</u>	<u>33,645</u>	<u>6,028,822</u>

	Operational general fund £	Property revaluation reserve £	Designated fund £	Restricted fund £	Total funds £
Funds brought forward at 1 April 2019	3,853,673	1,005,455	900,000	18,299	5,777,427
Net incoming resources before transfers	11,538	-	-	58,508	70,046
Depreciation on revalued amounts	13,055	(13,055)	-	-	-
Transfer between reserves	51,052	-	-	(51,052)	-
Funds carried forward at 31 March 2020	<u>3,929,318</u>	<u>992,400</u>	<u>900,000</u>	<u>25,755</u>	<u>5,847,473</u>

THE ORCHARD TRUST
(Limited by Guarantee)
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2021

	Operational general fund £	Property revaluation reserve £	Designated fund £	Restricted fund £	Total funds £
Funds brought forward at 1 April 2020	3,937,802	992,400	900,000	25,755	5,855,957
Net incoming resources before transfers	145,784	-	-	52,833	198,617
Depreciation on revalued Amounts	13,499	(13,499)	-	-	-
Transfer between reserves	44,943	-	-	(44,943)	-
Funds carried forward at 31 March 2021	<u>4,142,028</u>	<u>978,901</u>	<u>900,000</u>	<u>33,645</u>	<u>6,054,574</u>
	Operational general fund £	Property revaluation reserve £	Designated fund £	Restricted fund £	Restated Total funds £
Funds brought forward at 1 April 2019	3,869,600	1,005,455	900,000	18,299	5,793,354
Net incoming resources before transfers	4,095	-	-	58,508	62,603
Depreciation on revalued Amounts	13,055	(13,055)	-	-	-
Transfer between reserves	51,052	-	-	(51,052)	-
Funds carried forward at 31 March 2020	<u>3,937,802</u>	<u>992,400</u>	<u>900,000</u>	<u>25,755</u>	<u>5,855,957</u>

THE ORCHARD TRUST
(Limited by Guarantee)
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2021

	Note	£	2021 £	£	2020 £
Cash generated from in operating activities	16		321,364		288,199
Cash flows from investing activities					
Interest income		2,933		1,071	
Purchase of tangible fixed assets		(82,060)		(117,271)	
Proceeds from fixed asset investment disposals		-		200,371	
Purchase of intangible fixed assets		-		(5,064)	
			<u>(79,127)</u>		<u>79,107</u>
Cash provided by (used in) investing activities					
Cash flows from financing activities					
Other loans advanced in the year		22,000		-	
			<u>22,000</u>		<u>-</u>
Cash provided by (used in) financing Activities					
Increase in cash and cash equivalents in the year			<u>264,237</u>		<u>367,306</u>
Cash and cash equivalents at the beginning of the year			1,041,297		673,991
Total cash and cash equivalents at the end of the year			<u><u>1,305,534</u></u>		<u><u>1,041,297</u></u>

**THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

1 ACCOUNTING POLICIES

Basis of Preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, adopting the following principal accounting policies all of which are 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) and the Charities Act 2011.

The financial statements are presented in Pounds Sterling.

Company status

The company is limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1. The company is subject to the requirements of the Companies Act 2006 with regards to the form and content of the financial statements.

The company is incorporated and domiciled in England and Wales.

The address of its registered office is:

The Orchards
Lydbrook Valley Springs
Central Lydbrook
Lydbrook
Gloucestershire
GL17 9PP

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the charity and its subsidiary undertakings drawn up to 31 March 2021.

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the Profit and Loss account from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of combination.

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

Judgements and estimation uncertainty

The trustees consider that there are no key areas of judgement or estimation uncertainty to be disclosed in these financial statements.

Intangible fixed assets

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the group's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business. Goodwill recognised at acquisition is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight-line basis over its useful life, which is estimated to be twenty years.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class

Development costs	5% straight line
-------------------	------------------

Tangible fixed assets and depreciation

Tangible fixed assets are stated in the accounts at cost or revalued amount less depreciation. Depreciation is provided at rates calculated to write off the cost of each asset over its expected useful life. The annual rates applied in this period were:

Freehold buildings (homes)	2% on written down value
Farm	2% on written down value
Plant and equipment	15% on written down value
Office equipment and furniture	40% on written down value
Motor vehicles	25% on written down value

No depreciation is provided on freehold land.

Stocks

Stocks are valued at the lower of cost and net realisable value.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risk of ownership remain with the lessor are charged to the Statement of Financial Activities.

Investments

Fixed asset investments are stated at cost less provision for diminution in value.

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.

**THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

1 ACCOUNTING POLICIES (continued)

Trade receivables

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. All debtors are repayable within one year and are hence included at the undiscounted amount of the cash expected to be received. A provision for the impairment of trade debtors is established when there is objective evidence that the Trust will not be able to collect all amounts due according to the original terms of the receivables.

Trade payables

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 Trust 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.

Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Income and endowments

Income and endowments are allocated between:

Donations and legacies (analysed between donations/gifts and grants receivable)

Donations/gifts and grants are accounted for on a receivable basis. Funds collected, to which the charity is entitled, but not received before the end of the financial year, are included in income and endowments and in debtors.

Capital grants are recognised through the Statement of Financial Activities as income to restricted funds. A transfer is then made to the General Fund so as to write back the fund over the expected useful life of the relevant asset.

Income from charitable activities (fees from local authority contracts)

Income derives from the provision of education and residential care and is recognised in the Statement of Financial Activities on a receivable basis. Such income is exempt from Value Added Tax.

Income from Investments

Interest receivable is accrued on a daily basis.

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1 ACCOUNTING POLICIES (continued)

Other income

Income arising from the provision of training is recognised on a receivable basis, and included within 'Other income'.

Expenditure on Charitable activities

Expenditure on Charitable activities is included in the Statement of Financial Activities on an accruals basis, inclusive of any Value Added Tax, which cannot be recovered. Where expenditure is directly attributable to more than one activity, it is apportioned across cost categories on the basis of an estimate of the proportion of time spent by staff on those activities.

Funds

Funds held by the charity are either:

- Unrestricted general funds, which can be used in accordance with the charitable objects at the discretion of the Trustees; or
- Unrestricted designated funds, which can be used in accordance with the Charitable objects, in respect of specific projects ear-marked by the Trustees; or
- Restricted funds, which can only be used for particular restricted purposes within the objects of the charity. Restrictions are specified by the donor or when funds are raised for particular restricted purposes. All funds received to date have been applied against capital projects.

Taxation

The Company is an Exempt Charity within the meaning of Schedule 2 of the Charities Act 1993 and as such is a charity within the meaning of Section 519 of the Income Tax Act 2007 (formerly Section 506(1) of the Taxes Act 1988). Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Section 524 of the Income Tax Act 2007 (formerly Section 505 of the Taxes Act 1988) or Section 256 of the Taxation of Chargeable Gains Tax 1992 to the extent that such income or gains are applied to exclusively charitable purposes.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements and on unused tax losses of tax credits in the group. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Pensions

The company operates a defined contribution scheme for certain employees. The contributions are charged to revenue in the period in which they are incurred.

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

2 EXPENDITURE ON CHARITABLE ACTIVITIES

	Note	Group	
		2021 £	2020 £
Provision of care and education:			
Staff costs	4	2,941,769	2,690,414
Residents' expenses		207,277	146,780
Transport costs		33,978	42,852
Property costs		123,130	114,742
Equipment maintenance		68,100	57,415
Other costs		31,279	23,165
Depreciation		148,469	158,311
Insurance		39,216	39,635
		3,593,218	3,273,314
Support costs:			
Staff costs	4	373,828	368,208
Property costs		8,756	29,838
Equipment maintenance		7,301	4,155
Insurance		2,582	2,581
Office costs		40,635	49,384
Sundry		959	7,189
Legal and professional fees		44,742	67,548
Bank charges		1,908	2,054
Subscriptions		1,142	2,603
Other direct costs		3,938	3,824
Impairment of goodwill		-	10,908
Impairment of website costs		5,064	-
Bad debt expense		44,615	-
Loss on disposal of tangible fixed assets		10,531	-
		546,001	548,292
Total expenditure on charitable activities		4,139,219	3,821,606

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

2 EXPENDITURE ON CHARITABLE ACTIVITIES (continued)

		Company	
	Note	2021	2020
		£	£
Provision of care and education:			
Staff costs	4	2,944,318	2,697,360
Residents' expenses		207,277	146,780
Transport costs		33,978	42,852
Property costs		123,130	114,742
Equipment maintenance		68,100	57,415
Other costs		31,279	23,165
Depreciation		148,469	158,311
Insurance		39,216	39,635
		3,595,767	3,280,260
Support costs:			
Staff costs	4	314,048	289,534
Property costs		6,480	6,039
Equipment maintenance		3,584	3,022
Insurance		2,064	2,086
Office costs		39,266	46,307
Sundry		150	-
Legal and professional fees		50,745	62,603
Bank charges		1,553	1,393
Impairment to investment		-	10,908
Provision of intercompany loan		-	24,000
Bad debt expense		42,129	-
Loss on disposal of tangible fixed assets		10,531	-
		470,550	445,892
		4,066,317	3,726,152
		4,066,317	3,726,152

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

3 NET INCOME FOR THE YEAR

	2021	2020
	£	£
This is stated after charging:		
Depreciation	144,829	158,683
Auditors' remuneration	9,250	11,900
	<u> </u>	<u> </u>

Third Party Indemnity insurance costs of £1,106 (2020 - £968) were incurred in the year in relation to Trustee Indemnity Insurance. The maximum indemnity under the policy was £2,000,000 (2020 - £2,000,000).

4 STAFF COSTS AND NUMBERS

		Group	
	Note	2021	2020
		£	£
Staff costs:			
Wages and salaries		3,063,970	2,837,210
Social security costs		189,116	165,415
Other pension costs		62,511	55,997
		<u> </u>	<u> </u>
		3,315,597	3,058,622
		<u> </u>	<u> </u>
Analysed:			
Staff costs included in provision of care and education	2	2,941,769	2,690,414
Staff costs included in support costs	2	373,828	368,208
		<u> </u>	<u> </u>
		3,315,597	3,058,622
		<u> </u>	<u> </u>
Emoluments to Executive officer		<u> </u>	<u> </u>
		71,042	64,424
		<u> </u>	<u> </u>

The above represents the emoluments of the highest paid officer. No other employee earned more than £60,000. The trustees did not receive any remuneration.

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

4 STAFF COSTS AND NUMBERS (continued)

	Note	Company 2021 £	2020 £
Staff costs:			
Wages and salaries		3,009,312	2,770,183
Social security costs		188,801	162,239
Other pension costs		60,253	54,472
		<u>3,258,366</u>	<u>2,986,894</u>
Analysed:			
Staff costs included in provision of care and education	2	2,944,318	2,697,360
Staff costs included in support costs	2	314,048	289,534
		<u>3,258,366</u>	<u>2,986,894</u>
Emoluments to Executive officer		<u>70,940</u>	<u>64,424</u>

The above represents the emoluments of the highest paid officer. No other employee earned more than £60,000. The trustees did not receive any remuneration.

	2021 Number	Group 2020 Number	2021 Number	Company 2020 Number
Management and administration	14	15	11	11
Nursing and care staff	177	181	177	181
	<u>191</u>	<u>196</u>	<u>188</u>	<u>192</u>

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

5 TAXATION

As The Orchard Trust is an exempt charity, it is exempt from taxation in respect of income or capital gains received.

Independent Training and Development Limited has a deferred tax asset, in respect of losses of £33,764 (2020 - £33,764) for the period, which has not been provided for on the grounds that there is insufficient evidence that the asset will be recoverable.

6 INTANGIBLE FIXED ASSETS

Group	Goodwill	Website costs	Total
	£	£	£
Cost			
At 1 April 2020	10,908	5,064	15,972
Additions	-	-	-
At 31 March 2021	10,908	5,064	15,972
	<hr/>	<hr/>	<hr/>
Amortisation			
Impairment brought forward	10,908	-	10,908
Impairment charge for the year	-	5,064	5,064
At 31 March 2021	10,908	5,064	15,972
	<hr/>	<hr/>	<hr/>
Net book value			
31 March 2021	-	-	-
	<hr/>	<hr/>	<hr/>
31 March 2020	-	5,064	5,064
	<hr/>	<hr/>	<hr/>

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

7 TANGIBLE FIXED ASSETS

	Group and Company					
	Residential freehold property £	Farm £	Plant & equipment £	Office equipment & furniture £	Motor vehicles £	Total £
Cost						
At 1 April 2020	5,146,756	192,780	15,597	757,324	142,988	6,255,445
Additions	27,099	-	3,276	51,685	-	82,060
Disposals	-	-	-	(567,951)	(11,490)	(579,441)
At 31 March 2021	5,173,855	192,780	18,873	241,058	131,498	5,758,064
Depreciation						
At 1 April 2020	693,808	62,085	12,799	664,125	76,184	1,509,001
Charge for the year	83,110	2,615	836	45,207	16,701	148,469
Eliminated on disposal	-	-	-	(561,142)	(7,768)	(568,910)
At 31 March 2021	776,918	64,700	13,635	148,190	85,117	1,088,560
Net book value						
At 31 March 2021	4,396,937	128,080	5,238	92,868	46,381	4,669,504
At 31 March 2020	4,452,948	130,695	2,798	93,199	66,804	4,746,444

Freehold property includes £278,720 (2020 - £278,720) in respect of land which has not been depreciated.

Comparable historical cost of the freehold property is £4,635,000 (2020 - £4,635,000). The accumulated depreciation on the historical cost is £1,256,522 (2020 - £1,187,573)

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

8 INVESTMENTS

Group	Listed Investments
	£
Cost	
At 1 April 2020	930
Change in market value	-
Disposals	-
	<u> </u>
At 31 March 2021	<u> </u> <u> </u> 930
Net book value	
31 March 2021	<u> </u> <u> </u> 930
31 March 2020	<u> </u> <u> </u> 930

Company	Subsidiary undertakings	Listed investments	Total 2021
	£	£	£
Cost			
At 1 April 2020	10,909	930	11,839
Additions	-	-	-
Change in market value	-	-	-
Disposals	-	-	-
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2021	<u> </u> <u> </u> 10,909	<u> </u> <u> </u> 930	<u> </u> <u> </u> 11,839
Amortisation			
Impairment brought forward and at 31 March 2021	<u> </u> <u> </u> 10,908	<u> </u> <u> </u> -	<u> </u> <u> </u> 10,908
Net book value			
31 March 2021	<u> </u> <u> </u> 1	<u> </u> <u> </u> 930	<u> </u> <u> </u> 931
31 March 2020	<u> </u> <u> </u> 1	<u> </u> <u> </u> 930	<u> </u> <u> </u> 931

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Subsidiary undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2021	2020
Independent Training & Development Limited	England and Wales	Ordinary	100%	100%

The principal activity of Independent Training and Development Limited is that of an educational support service.

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

9 STOCK

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Livestock and materials	1,440	1,440	1,440	1,440
	<u>1,440</u>	<u>1,440</u>	<u>1,440</u>	<u>1,440</u>

10 DEBTORS

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Trade debtors	186,600	162,661	186,600	156,379
Other debtors and accrued income	52,892	25,286	52,892	25,285
Prepayments	44,569	40,010	41,736	40,011
Amount owed by related parties	-	-	3,551	5,361
	<u>284,061</u>	<u>227,957</u>	<u>284,779</u>	<u>227,036</u>
	<u>284,061</u>	<u>227,957</u>	<u>284,779</u>	<u>227,036</u>

11 CREDITORS: Amounts falling due within one year

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Trade creditors	43,092	38,985	43,508	38,231
Taxation and social security	60,604	59,312	39,742	39,277
Accruals and deferred income	61,554	38,212	61,554	35,512
Other creditors	45,397	39,150	43,096	38,339
Amount owed to related parties	-	-	-	1
Other loans	22,000	-	-	-
	<u>232,647</u>	<u>175,659</u>	<u>187,900</u>	<u>151,360</u>
	<u>232,647</u>	<u>175,659</u>	<u>187,900</u>	<u>151,360</u>

THE ORCHARD TRUST
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

12 COMMITMENTS

At 31 March, the total of future minimum lease payments is as follows:

	Group		Company	
	2021 £	2020 £	2021 £	2020 £
Expiry date:				
Less than one year	2,675	22,088	2,240	21,654
Between two and five years	3,772	13,441	3,543	12,882

13 RESTRICTED FUNDS

Group and Company	1 April 2020 £	Movement Incoming 2020 £	Normal Expenditure £	Resources Transfer £	31 March 2021 £
Parental donation	106	-	-	(106)	-
Widening of pathways	1,058	-	-	(1,058)	-
Kettle Civils Paths (Woodland)	300	-	-	(300)	-
Café	7,514	10,000	-	(9,692)	7,822
Dementia Games	139	-	-	(139)	-
ST Sensory Garden Refurb	150	-	-	(150)	-
OD Car	3,117	-	(1,036)	-	2,081
OD Sensory room	2,170	-	-	(934)	1,236
Cookery project	4,598	-	-	-	4,598
SO Tomcat	4,500	329	-	(4,186)	643
SO Paths	2,100	2,000	-	-	4,100
Nature sign design	3	-	-	(3)	-
HT Sensory room	-	4,500	-	(4,500)	-
Dechokers	-	675	-	(675)	-
Pool upgrade	-	10,000	-	-	10,000
Virtual day service	-	5,000	(2,200)	(731)	2,069
Government grants	-	217,884	(194,319)	(22,469)	1,096
Total restricted funds	25,755	250,388	(197,555)	(44,943)	33,645

Resources transfer includes capital expenditure of £43,188 (2020 – £51,078).

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14 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Group		Total £
	Unrestricted Funds £	Restricted funds £	
Fixed assets	4,674,156	-	4,674,156
Current assets	1,557,390	33,645	1,591,035
Current liabilities	(231,611)	-	(232,647)
	<hr/>	<hr/>	<hr/>
Balance carried forward at 31 March 2021	5,998,899	33,645	6,032,473
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	Company		Total £
	Unrestricted Funds £	Restricted funds £	
Fixed assets	4,684,606	-	4,674,157
Current assets	1,538,394	33,645	1,572,039
Current liabilities	(187,900)	-	(187,900)
	<hr/>	<hr/>	<hr/>
Balance carried forward at 31 March 2021	6,024,651	33,645	6,058,296
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

THE ORCHARD TRUST
(Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

15 MOVEMENTS ON RESERVES

Whilst the Statement of Financial Activities shows the movement on all funds, the position is also illustrated in this note for clarity:

Group

	Operational general fund £	Property revaluation reserve £	Designated fund £	Restricted fund £	Total funds £
Funds brought forward at 1 April 2020	3,929,318	992,400	900,000	25,755	5,847,473
Net incoming resources before transfers	128,516	-	-	52,833	181,349
Depreciation on revalued Amounts	13,499	(13,499)	-	-	-
Transfer between reserves	44,943	-	-	(44,943)	-
Funds carried forward At 31 March 2021	<u>4,116,276</u>	<u>978,901</u>	<u>900,000</u>	<u>33,645</u>	<u>6,028,822</u>

Company

	Operational general fund £	Property revaluation reserve £	Designated fund £	Restricted fund £	Total funds £
Funds brought forward at 1 April 2020	3,937,802	992,400	900,000	25,755	5,855,957
Net incoming resources before transfers	145,784	-	-	52,833	198,617
Depreciation on revalued Amounts	13,499	(13,499)	-	-	-
Transfer between reserves	44,943	-	-	(44,943)	-
Funds carried forward At 31 March 2021	<u>4,142,028</u>	<u>978,901</u>	<u>900,000</u>	<u>33,645</u>	<u>6,054,574</u>

The designated funds of both the group and the company relates to a "Residential Care Development Fund" whereby it is the intention of the Trustees to further develop the provision of care and to provide for unforeseen major expenditure to the properties.

The Trustees are looking for suitable opportunities.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

16 RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

Group	2021 £	2020 £
Net income before other recognised gains and losses	181,349	63,612
Interest receivable	(2,933)	(1,071)
Depreciation	148,469	158,683
Impairment of goodwill	-	10,908
Impairment of website costs	5,064	-
Loss on disposal of tangible fixed assets	10,531	-
(Increase)/Decrease in debtors	(56,104)	43,797
Increase / (Decrease) in creditors	34,988	12,270
	<u> </u>	<u> </u>
Net cash generated from operating activities	321,364	288,199
	<u> </u>	<u> </u>

17 RELATED PARTY TRANSACTIONS

Group

During the year, rent and rates was paid of £14,099 (2020 - £14,099) to Mr R Morgan (a trustee), who owns a freehold property from which the company trades. No amounts remain unpaid as at 31 March 2021.