

MAINSTAY DRM LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2024

		Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
	Notes						
Income from:							
Donations and legacies	3	13,772	-	13,772	9,736	-	9,736
Charitable activities	4	251,390	-	251,390	242,578	-	242,578
Other trading activities	5	516	-	516	1,574	-	1,574
Investments	6	8,617	-	8,617	1,534	-	1,534
Total income		<u>274,295</u>	<u>-</u>	<u>274,295</u>	<u>255,422</u>	<u>-</u>	<u>255,422</u>
Expenditure on:							
Raising funds	7	730	-	730	2,090	-	2,090
Charitable activities	8	204,730	-	204,730	197,463	-	197,463
Total expenditure		<u>205,460</u>	<u>-</u>	<u>205,460</u>	<u>199,553</u>	<u>-</u>	<u>199,553</u>
Net income		68,835	-	68,835	55,869	-	55,869
Transfers between funds		-	-	-	200,044	(200,044)	-
Net movement in funds	10	68,835	-	68,835	255,913	(200,044)	55,869
Reconciliation of funds:							
Fund balances at 1 April 2023		<u>3,315,778</u>	<u>10,000</u>	<u>3,325,778</u>	<u>3,059,865</u>	<u>210,044</u>	<u>3,269,909</u>
Fund balances at 31 March 2024		<u>3,384,613</u>	<u>10,000</u>	<u>3,394,613</u>	<u>3,315,778</u>	<u>10,000</u>	<u>3,325,778</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

MAINSTAY DRM LTD

BALANCE SHEET

AS AT 31 MARCH 2024

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	14		3,609,230		3,695,602
Current assets					
Debtors	15	8,220		9,602	
Cash at bank and in hand		466,139		368,421	
		<u>474,359</u>		<u>378,023</u>	
Creditors: amounts falling due within one year	17	<u>(93,972)</u>		<u>(80,632)</u>	
Net current assets			<u>380,387</u>		<u>297,391</u>
Total assets less current liabilities			<u>3,989,617</u>		<u>3,992,993</u>
Creditors: amounts falling due after more than one year	18		<u>(595,004)</u>		<u>(667,215)</u>
Net assets excluding pension liability			<u>3,394,613</u>		<u>3,325,778</u>
Net assets			<u><u>3,394,613</u></u>		<u><u>3,325,778</u></u>
The funds of the charity					
Restricted income funds	19		10,000		10,000
Unrestricted funds			3,384,613		3,315,778
			<u>3,394,613</u>		<u>3,325,778</u>

The financial statements were approved by the trustees on

26/11/24



Mr J.E. Gorman
Trustee

Company registration number NI063756 (Northern Ireland)

MAINSTAY DRM LTD

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2024

		2024		2023	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash generated from operations	25		169,091		137,468
Investing activities					
Purchase of tangible fixed assets		(10,524)		(24,353)	
Investment income received		8,617		1,534	
Net cash used in investing activities			(1,907)		(22,819)
Financing activities					
Repayment of bank loans		(69,466)		(66,837)	
Net cash used in financing activities			(69,466)		(66,837)
Net increase in cash and cash equivalents			97,718		47,812
Cash and cash equivalents at beginning of year			368,421		320,609
Cash and cash equivalents at end of year			<u>466,139</u>		<u>368,421</u>

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

Charity information

Mainstay DRM Ltd is a private company limited by guarantee incorporated in Northern Ireland. The registered office is 2 Cumulus Heights, Ballyvange, Downpatrick, Co Down, BT30 6WT.

1.1 Accounting convention

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

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

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

1.2 Going concern

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

1.3 Charitable funds

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

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

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

1.4 Income

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

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

Rental income is recognised in the period to which it relates.

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies (Continued)

1.5 Expenditure

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

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

Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	2% per annum straight line
Fixtures and fittings	20% per annum straight line
Motor vehicles	20% per annum straight line
Equipment	20% per annum straight line

Freehold land is not depreciated.

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

1.7 Impairment of fixed assets

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

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies (Continued)

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.10 Employee benefits

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

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

2 Critical accounting estimates and judgements

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

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

Fixed Assets

The annual depreciation charge on fixed assets depends primarily on the estimated lives of each type of asset and estimates of residual values. The trustees regularly review these asset lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in asset lives can have a significant impact on depreciation and amortisation charges for the period. Detail of the useful lives is included in the accounting policies.

Restricted and Unrestricted Funds

Judgements are made in relation to allocation of income and expenditure to restricted and unrestricted funds. The trustees consider it appropriate to allocate these funds based on interpretation of donations and grants received.

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

3 Income from donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	13,772	9,736
	<u>13,772</u>	<u>9,736</u>
Donations and gifts		
Other donations	13,772	9,736
	<u>13,772</u>	<u>9,736</u>

4 Income from charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Charitable activities		
Charitable rental income	235,501	227,015
Other income	15,889	15,563
	<u>251,390</u>	<u>242,578</u>

5 Income from other trading activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Fundraising events	516	1,574
	<u>516</u>	<u>1,574</u>

6 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Interest receivable	8,617	1,534
	<u>8,617</u>	<u>1,534</u>

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

7 Expenditure on raising funds

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Fundraising and publicity		
Other fundraising costs	730	2,090
	<u>730</u>	<u>2,090</u>

8 Expenditure on charitable activities

	Charitable activities 2024 £	Charitable activities 2023 £
Direct costs		
BEAMA Activities	-	2,433
Share of support and governance costs (see note 9)		
Support	190,958	186,108
Governance	13,772	8,922
	<u>204,730</u>	<u>197,463</u>
Analysis by fund		
Unrestricted funds	<u>204,730</u>	<u>197,463</u>

9 Support costs

	Support costs £	Governance costs £	2024 £	Support costs £	Governance costs £	2023 £
Depreciation	96,896	-	96,896	92,504	-	92,504
Rates	4,929	-	4,929	5,830	-	5,830
Bank Fees	156	-	156	189	-	189
Repairs and Maintenance	61,164	-	61,164	56,515	-	56,515
Interest payable and similar charges	27,813	-	27,813	30,657	-	30,657
Insurance	-	-	-	413	-	413
Audit fees	-	3,900	3,900	-	3,630	3,630
Legal and professional	-	9,872	9,872	-	5,292	5,292
	<u>190,958</u>	<u>13,772</u>	<u>204,730</u>	<u>186,108</u>	<u>8,922</u>	<u>195,030</u>
Analysed between Charitable activities	<u>190,958</u>	<u>13,772</u>	<u>204,730</u>	<u>186,108</u>	<u>8,922</u>	<u>195,030</u>

Governance costs includes payments to the auditors of £3,900 (2023- £3,630) for audit fees.

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

10 Net movement in funds	2024	2023
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	3,900	3,630
Depreciation of owned tangible fixed assets	96,896	92,504
	<u> </u>	<u> </u>

11 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

12 Employees

The average monthly number of employees during the year was:

	2024	2023
	Number	Number
Total	<u> </u>	<u> </u>

There were no employees whose annual remuneration was more than £60,000.

13 Taxation

The charity is exempt from income tax and capital gains tax to the extent that its income and gains are applied for charitable purposes. No tax charge has arisen in the year.

14 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Motor vehicles	Equipment	Total
	£	£	£	£	£
Cost					
At 1 April 2023	4,414,951	64,144	48,339	1,901	4,529,335
Additions	-	10,524	-	-	10,524
Disposals	-	-	(13,000)	-	(13,000)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2024	4,414,951	74,668	35,339	1,901	4,526,859
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Depreciation and impairment					
At 1 April 2023	756,695	45,574	30,268	1,196	833,733
Depreciation charged in the year	84,803	5,816	5,869	408	96,896
Eliminated in respect of disposals	-	-	(13,000)	-	(13,000)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2024	841,498	51,390	23,137	1,604	917,629
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Carrying amount					
At 31 March 2024	3,573,453	23,278	12,202	297	3,609,230
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2023	3,658,256	18,570	18,071	705	3,695,602
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

14 Tangible fixed assets (Continued)

Freehold land and buildings with a carrying amount of £3,414,319 (2023 - £3,499,122) have been pledged to secure borrowings of the charity.

Land with a carrying amount of £159,134 (2023 - £159,134) is not being depreciated.

15 Debtors

	2024	2023
	£	£
Amounts falling due within one year:		
Other debtors	-	1,382
Prepayments and accrued income	8,220	8,220
	<u>8,220</u>	<u>9,602</u>

16 Loans and overdrafts

	2024	2023
	£	£
Bank loans	667,215	736,681
Payable within one year	72,211	69,466
Payable after one year	595,004	667,215
Amounts included above which fall due after five years:		
Payable by instalments	275,387	360,142

Bank loans are secured by a floating charge over assets and undertakings of the charitable company and by way of a legal mortgage over the properties owned by the charitable company.

Bank loans are being repaid by way of monthly instalments until Jan 2032 with an interest rate of LIBOR plus 2.6%.

17 Creditors: amounts falling due within one year

	2024	2023
	£	£
Bank loans	72,211	69,466
Trade creditors	9,223	-
Other creditors	753	-
Accruals and deferred income	11,785	11,166
	<u>93,972</u>	<u>80,632</u>

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

18 Creditors: amounts falling due after more than one year

	Notes	2024 £	2023 £
Bank loans	16	595,004	667,215

19 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 April 2023 £	Transfers £	At 31 March 2024 £
Sensory Garden	10,000	-	10,000
Previous year:	At 1 April 2022 £	Transfers £	At 31 March 2023 £
Garfield Weston	44,365	(44,365)	-
Bailey Thomas	26,030	(26,030)	-
Beatrice Lang	43,383	(43,383)	-
Ulster Bank Staff Charity Fund	2,351	(2,351)	-
The Wolfson Foundation	27,765	(27,765)	-
The Clothworkers Foundation	43,383	(43,383)	-
Awards for All Northern Ireland	1,955	(1,955)	-
Ulster Garden	9,830	(9,830)	-
The Forbes Charitable Foundation	982	(982)	-
Sensory Garden	10,000	-	10,000
	210,044	(200,044)	10,000

Restricted Funds

The restricted funds as at 31 March 2022 relate to income received from providers towards the construction of Cumulus Heights and the provision of equipment and fixtures for the new facility. Although these funds were spent they continued to be identified as restricted as conditions relating to the capital grants are still applicable. As the conditions have been satisfied the funds were transferred in the prior year to unrestricted.

Sensory Garden Restricted Fund

This relates to funds that have been received by Mainstay DRM or fundraised specifically for the construction of a sensory garden.

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

20 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2023 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2024 £
Property fund	16,876	-	-	-	16,876
Sensory Garden fund	2,089	-	-	-	2,089
General funds	3,296,813	274,295	(205,460)	-	3,365,648
	<u>3,315,778</u>	<u>274,295</u>	<u>(205,460)</u>	<u>-</u>	<u>3,384,613</u>
Previous year:	At 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2023 £
Property fund	16,876	-	-	-	16,876
Sensory Garden fund	2,089	-	-	-	2,089
General funds	3,040,900	255,422	(199,553)	200,044	3,296,813
	<u>3,059,865</u>	<u>255,422</u>	<u>(199,553)</u>	<u>200,044</u>	<u>3,315,778</u>

The company has designated £18,965 of its unrestricted funds for the following purposes. £16,876 is for any future capital works which may need to be carried out on its properties. £2,089 has been designated for a sensory garden.

21 Analysis of net assets between funds

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 31 March 2024:			
Tangible assets	3,609,230	-	3,609,230
Current assets/(liabilities)	370,387	10,000	380,387
Long term liabilities	(595,004)	-	(595,004)
	<u>3,384,613</u>	<u>10,000</u>	<u>3,394,613</u>

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

21 Analysis of net assets between funds (Continued)

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
At 31 March 2023:			
Tangible assets	3,695,602	-	3,695,602
Current assets/(liabilities)	287,391	10,000	297,391
Long term liabilities	(667,215)	-	(667,215)
	<u>3,315,778</u>	<u>10,000</u>	<u>3,325,778</u>

22 Contingent Liabilities

A portion of capital grants received may become repayable if the company fails to comply with the terms of the letters of offer.

23 Capital commitments

	2024 £	2023 £
Amounts contracted for but not provided in the financial statements:		
	2024 £	2023 £
Acquisition of property, plant and equipment	<u>55,977</u>	<u>17,823</u>

24 Related party transactions

The company has a common board of trustees and works closely with Mainstay DRP, which shares the charity's passion for providing accommodation and care and support to people who have a learning disability and their families. As at 31 March 2024 a balance of £753 is due to Mainstay DRP (2023 - £1,382 due from Mainstay DRP).

During the year, the company rented a number of properties to Mainstay DRP for £227,904 (2023: £219,966). During the year, the charity received service charge income of £11,196 from Mainstay DRP (2023: £8,391).

In addition, Mainstay DRP provides management, finance and administrative support to the charity for no charge.

MAINSTAY DRM LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

25	Cash generated from operations	2024	2023	
		£	£	
	Surplus for the year	68,835	55,869	
	Adjustments for:			
	Investment income recognised in statement of financial activities	(8,617)	(1,534)	
	Depreciation and impairment of tangible fixed assets	96,896	92,504	
	Movements in working capital:			
	Decrease/(increase) in debtors	1,382	(9,602)	
	Increase in creditors	10,595	231	
	Cash generated from operations	169,091	137,468	
		<u> </u>	<u> </u>	
26	Analysis of changes in net (debt)/funds			
		At 1 April 2023	Cash flowsAt 31 March 2024	
		£	£	
	Cash at bank and in hand	368,421	97,718	466,139
	Loans falling due within one year	(69,466)	(2,745)	(72,211)
	Loans falling due after more than one year	(667,215)	72,211	(595,004)
		<u> </u>	<u> </u>	<u> </u>
		<u>(368,260)</u>	<u>167,184</u>	<u>(201,076)</u>