

MICHAEL BATT CHARITABLE TRUST

England & Wales · Charity number 1040892

Details

Status Registered

Legal form Trust

Registered 1994-09-19

Register [View on the Charity Commission register](#)

Contact

Address 12 Quarry Park Avenue
Plymouth
PL9 7BE

Phone 01752206666

Email bev.sturges@rushymead.co.uk

Website www.rushymead.co.uk

Activities

Objects: TO RELIEVE SICKNESS BY SUPPORTING THE WORKS OF HOSPICE ORGANISATIONS THROUGHOUT ENGLAND AND WALES REGISTERED AS CHARITIES DEDICATED TO THE RELIEF AND WELFARE OF THE TERMINALLY ILL AND TO PROMOTE THE WELFARE OF THE ELDERLY BY ADVANCING THE RELIEF OF OLD AGE.

Activities: To relieve sickness by supporting the works of hospice organisations throughout England and Wales registered as charities dedicated to the relief of the terminally ill and to promote the welfare of the elderly by advancing the relief of old age.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services
- **What:** The Advancement Of Health Or Saving Of Lives, Accommodation/housing
- **Who:** Elderly/old People, People With Disabilities

Geography

- Buckinghamshire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	-	-	-	-
2024-03-31	-	-	-	-
2023-03-31	£1,069,718	£1,294,543	£-305,069	33
2022-03-31	£0	£1,209,574	£-80,243	40
2021-03-31	£1,215,573	£1,199,938	£-40,631	40
2020-03-31	£1,119	£1,121,057	£-22,266	40
2019-03-31	£1,090,386	£1,082,066	£-127,405	45

Trustees

Name	Role	Appointed
ALISTAIR BRUCE MACKIE		
Dr Derek Kayanja		2017-12-05

MICHAEL BATT CHARITABLE TRUST

England & Wales - Charity number 1040892

Accounts

Report of the Trustees and
Financial Statements
For The Year Ended 31 March 2023
for
Michael Batt Charitable Trust

TC Group
Statutory Auditors
Harscombe House
1 Darklake View
Plymouth
Devon
PL6 7TL

Michael Batt Charitable Trust

Contents of the Financial Statements
For The Year Ended 31 March 2023

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 4
Report of the Independent Auditors	5 to 6
Statement of Financial Activities	7
Balance Sheet	8
Cash Flow Statement	9
Notes to the Cash Flow Statement	10
Notes to the Financial Statements	11 to 18
Detailed Statement of Financial Activities	19

Michael Batt Charitable Trust

Reference and Administrative Details
For The Year Ended 31 March 2023

TRUSTEES	Dr M Batt Mr A Forrester (deceased 29.9.24) Mr A Mackie Dr D Kayanja
PRINCIPAL ADDRESS	Tower Hill Coleshill Amersham HP7 0LA
REGISTERED CHARITY NUMBER	1040892
INDEPENDENT AUDITORS	TC Group Statutory Auditors Harscombe House 1 Darklake View Plymouth Devon PL6 7TL
SOLICITORS	Gill Akaster 25 Lockyer Street Plymouth
BANKERS	NatWest Bank 12-16 Old Town Street Plymouth PL1 1DG

Michael Batt Charitable Trust
Report of the Trustees
For The Year Ended 31 March 2023

The trustees present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of 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).

Structure, governance and management

Type of governing document - Deeds date 22/08/1994 and updated/amended on 10/10/2013.

How the Charity is constituted - Trust

Trustee selection methods - Appointed by the Trustees

Policies and procedures adopted for the induction and training of trustees

There are no formal policies. New trustees, previously known for at least five years to the Board of Trustees, are approached and if accepted are subsequently appointed by the Trustees.

The Charity's organisational structure and any wider network with which the Charity works

The Charity is administered by a Management Body comprising the Chairman and Trustees. Other than the relationships detailed in "Note 10 Related party transactions" there are no related parties.

Trustees' consideration of major risks and the system and procedures to manage them

The key risk are:

- 1 Long term vacancies more than 10% of our 26 rooms
- 2 Cashflow difficulties
- 3 Exceptional unbudgeted costs
- 4 Cost of compliance with regulatory regime
- 5 Long term staff shortages

Under the terms of the risk management policy adopted by the Trustees, the strategic operational and financial risks to which the Charity is exposed are evaluated on a continuing basis and appropriate systems have been put in place to mitigate any major risks which are identified. The Trustees are satisfied that this policy is sufficient to identify those risks on a timely basis as far as possible and to ensure that appropriate action be taken so as to keep perceived risks to an acceptable level.

Under the terms of the Deeds of the Charity dated 22/08/1994 and 10/10/2013 and confirmed the Charity Commission website

To relieve sickness by supporting the works of hospice organisations throughout England and Wales registered as charities dedicated to the relief and welfare of the terminally ill and to promote the welfare of the elderly by advancing the relief of old age.

Summary of the objects of the Charity set out in its governing document

The objects of the Charity are set out in its Deeds, dated on 22 August 1994 and updated and amended on 10 October 2013. These are to provide support to the elderly by advancing the relief of old age.

The Chairman and Trustees receive no remuneration nor any payment for services provided.

Expenses of £0 (2022 - £0) were incurred to cover the cost of conducting business on behalf of the Charity.

Summary of the main activities undertaken for the public benefit in relation to these objects

The Trustees' are aware of and heed the guidance issued by the Charity Commission on public benefit.

As a result of the restrictions during the Covid pandemic CQC had been unable to conduct its regular annual inspections of care home, including Rushmead. Buckinghamshire County Council would ordinarily carry out inspections of the Home but although there were occasional informal visits the more formal review process was not conducted as a result of the Covid restrictions and these, like CQC had not been resumed after those restrictions were lifted.

Following a series of incidents starting around June 2023 the Trustees took the difficult decision to close the Home in February 2024.

Michael Batt Charitable Trust

Report of the Trustees For The Year Ended 31 March 2023

In June 2023 the Trustees received an anonymous message advising that a staff member, had been ordering and removing for their personal use quantities of soft drinks. The Trustees investigated the matter thoroughly and when the staff member was confronted with the allegations they stated that they had agreed with the Manager that they could be taken in lieu of claiming overtime. This ran contrary to some of the Manager's own statement and was inconsistent with the fact that the staff member was already claiming a significant amount of overtime (which was itself the subject of a separate investigation as it was excessive). Eventually after attempts to get the staff member to attend a Disciplinary Meeting, they tendered their resignation effective 1 September 2023. Although the staff member threatened to take the matter to an employment tribunal for constructive dismissal no further action was in fact taken.

In August 2023 the Home was forced into an extraordinary item of expenditure when it suffered an infestation of bed bugs, the cost of eradication being £20,280 including VAT.

As a result of the issues with the bed bugs Buckinghamshire County Council carried out an inspection of the Home. During their visit one of the senior inspectors was verbally abused by a staff member. Furthermore, Buckinghamshire County Council found incidences of hygiene and residents' care, the consequence of which was to suspend the charity from taking on any new Buckinghamshire County Council referred residents. This also prompted CQC to carry out its own inspection and confirmed the same shortcomings. This staff member joined the charity in the autumn of 2012 and until 2023 gave the Trustees no reason to be concerned about their continuing suitability to undertake their duties and responsibilities in a satisfactory manner. As a result of their conduct during the inspection and the shortcoming identified this staff member was dismissed at a Disciplinary Hearing and this decision was upheld following an appeal. Again this staff member threatened to refer the matter to an employment tribunal but this did not materialise.

Despite considerable efforts by the staff to address the issues identified by Buckinghamshire County Council and CQC the Home was unable to persuade them to lift their suspension, forcing the Trustees to decide on an orderly closure of the Home. The last resident left on 9 February 2024 and the staff redundancies were completed in an orderly fashion around the same time. The Trustees wish to acknowledge all the hard work and dedication shown by all the staff throughout this period.

During the period from April 2022 to January 2024 Rushmead suffered intermittent and a significant number of empty rooms.

Achievements and performance

Refer to above comments.

Financial review

During the year the Charity received £1,069,719 from care home accommodation fees and spent £1,298,145 providing for these. (2022 £1,184,962 and £1,216,534).

Brief statement of the Charity's policy on reserves

It is the policy of the Trustees to plan adequate funds for such amounts as are appropriate to provide the care and support of our residents. The charity's reserves at 31 March 2023 do not meet the policy. Reserves held at 31 March 2023 total a deficit of £316,756, with an unrestricted deficit of £326,756 and a restricted surplus of £10,000.

Details of any funds materially in deficit

All unrestricted funds are in deficit.

The Charity's principal sources of funds (including any fundraising)

Providing accommodation and care to our residents who are both privately and publically funded. The Charity does not fundraise.

How expenditure has supported the key objectives of the Charity

Hitherto the Trustees have striven to ensure that sufficient funds are made available to pay all suppliers and staff. In recent times this has proved not to be possible.

Investment policy and objectives

The Charity has no investments.

Future Developments

As referred to earlier in the Trustees report the charity has been closed. There are no future plans.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

Michael Batt Charitable Trust
Report of the Trustees
For The Year Ended 31 March 2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity 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 charity 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those 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 accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and The Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 23 February 2026 and signed on its behalf by:

Mr A Mackie - Trustee

**Report of the Independent Auditors to the Trustees of
Michael Batt Charitable Trust**

Opinion

Disclaimer of opinion

We were engaged to audit the financial statements of Michael Batt Charitable Trust (the 'charity') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

We do not express an opinion on the accompanying financial statements of the company. Because of the significance of the matter described in the basis for disclaimer of opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for disclaimer of opinion

While conducting the audit insufficient appropriate audit evidence was available meaning we were unable to sufficiently test wages (the largest expense) due to records no longer being available and which was an area highlighted by management of suspected and actual fraud. As a result of this we were unable to determine whether any adjustments might have been found necessary in respect of wages.

Emphasis of matter - basis of preparation

We draw attention to Note 18 to the financial statements which explains that the trustees intend to liquidate the charity and therefore do not consider it to be appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly the financial statements have been prepared on a basis other than going concern as described in Note 1.

Matters on which we are required to report by exception

Notwithstanding our disclaimer of an opinion on the financial statements, in the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit performed subject to the pervasive limitation described above, we have not identified material misstatements in the trustees report.

Arising from the limitation of our work referred to above:

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit; and
- we were unable to determine whether adequate accounting records have been kept.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees 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.

As per Note 18 the trustees intend to liquidate the charity therefore the financial statements have been prepared on a basis other than going concern as described in Note 1.

Report of the Independent Auditors to the Trustees of
Michael Batt Charitable Trust

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our responsibility is to conduct an audit the charity's financial statements in accordance with International Standards on Auditing (UK) and to issue an auditor's report.

However because of the matter described in the basis for disclaimer of opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

We are independent of the charity 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.

Detecting Irregularities

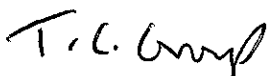
The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, are: we identified laws and regulations applicable to the charity through discussions with trustees and other management, and from our commercial knowledge and experience of the care sector which include: The Charities Act 2011, Charity SORP, FRS 102, the Health and Social Care Act, GDPR data protection regulations, health and safety regulations and employment legislation. We assessed the extent of compliance with the laws and regulations identified through making enquiries of management and inspecting legal correspondence where relevant. To address the risk of fraud through management bias and override controls, we performed analytical review and tested journal entries to identify unusual transactions. There are inherent limitations in our audit procedures described above and the more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

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 Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



TC Group
Statutory Auditors
Harscombe House
1 Darklake View
Plymouth
Devon
PL6 7TL

Date: 25/2/26

Michael Batt Charitable Trust

Statement of Financial Activities
For The Year Ended 31 March 2023

	Notes	Unrestricted fund £	Restricted fund £	31.3.23 Total funds £	31.3.22 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	670	-	670	16,218
Charitable activities	3				
Residential home		1,069,049	-	1,069,049	1,168,745
Total		<u>1,069,719</u>	<u>-</u>	<u>1,069,719</u>	<u>1,184,963</u>
EXPENDITURE ON					
Charitable activities	4				
Residential home		1,306,233	-	1,306,233	1,224,574
NET INCOME/(EXPENDITURE)		(236,514)	-	(236,514)	(39,611)
RECONCILIATION OF FUNDS					
Total funds brought forward		(90,242)	10,000	(80,242)	(40,631)
TOTAL FUNDS CARRIED FORWARD		<u>(326,756)</u>	<u>10,000</u>	<u>(316,756)</u>	<u>(80,242)</u>

The notes form part of these financial statements

Michael Batt Charitable Trust

Balance Sheet
31 March 2023

	Notes	Unrestricted fund £	Restricted fund £	31.3.23 Total funds £	31.3.22 Total funds £
FIXED ASSETS					
Tangible assets	10	-	-	-	32,587
CURRENT ASSETS					
Stocks	11	4,000	-	4,000	4,000
Debtors	12	45,198	-	45,198	36,111
Cash at bank and in hand		4,362	10,000	14,362	66,689
		<u>53,560</u>	<u>10,000</u>	<u>63,560</u>	<u>106,800</u>
CREDITORS					
Amounts falling due within one year	13	(280,316)	-	(280,316)	(105,629)
NET CURRENT ASSETS/(LIABILITIES)		<u>(226,756)</u>	<u>10,000</u>	<u>(216,756)</u>	<u>1,171</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(226,756)</u>	<u>10,000</u>	<u>(216,756)</u>	<u>33,758</u>
PROVISIONS FOR LIABILITIES	15	(100,000)	-	(100,000)	(114,000)
NET ASSETS/(LIABILITIES)		<u>(326,756)</u>	<u>10,000</u>	<u>(316,756)</u>	<u>(80,242)</u>
FUNDS	16				
Unrestricted funds				(326,756)	(90,242)
Restricted funds				10,000	10,000
TOTAL FUNDS				<u>(316,756)</u>	<u>(80,242)</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 23 February 2026 and were signed on its behalf by:

Mr A Mackie - Trustee

Michael Batt Charitable Trust

Cash Flow Statement
For The Year Ended 31 March 2023

	Notes	31.3.23 £	31.3.22 £
Cash flows from operating activities			
Cash generated from operations	1	(38,020)	(10,225)
Movement in pension provision		(14,000)	15,000
Net cash (used in)/provided by operating activities		<u>(52,020)</u>	<u>4,775</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(307)	(6,078)
Sale of social investments		-	15,000
Net cash (used in)/provided by investing activities		<u>(307)</u>	<u>8,922</u>
Change in cash and cash equivalents in the reporting period			
		<u>(52,327)</u>	<u>13,697</u>
Cash and cash equivalents at the beginning of the reporting period		<u>66,689</u>	<u>52,992</u>
Cash and cash equivalents at the end of the reporting period		<u><u>14,362</u></u>	<u><u>66,689</u></u>

The notes form part of these financial statements

Michael Batt Charitable Trust

Notes to the Cash Flow Statement
For The Year Ended 31 March 2023

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.23 £	31.3.22 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(236,514)	(39,611)
Adjustments for:		
Depreciation charges	-	8,146
Losses on investments	-	(15,000)
Impairment losses	32,894	-
(Increase)/decrease in debtors	(9,087)	19,523
Increase in creditors	174,687	16,717
Net cash used in operations	<u>(38,020)</u>	<u>(10,225)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.22 £	Cash flow £	At 31.3.23 £
Net cash			
Cash at bank and in hand	66,689	(52,327)	14,362
	<u>66,689</u>	<u>(52,327)</u>	<u>14,362</u>
Total	<u>66,689</u>	<u>(52,327)</u>	<u>14,362</u>

Michael Batt Charitable Trust

Notes to the Financial Statements
For The Year Ended 31 March 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Michael Batt Charitable Trust 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 state in the relevant accounting policy notes.

Going concern

The Charity continues to be in a net liabilities position and in 2024 was closed. The accounts have not been prepared on the going concern basis and instead adopt the break up basis. The Trustees acknowledge this in the Trustees report.

Income and endowments

All income, including care home income, is recognised once the charity has entitlement to the income, the economic benefit is probable and the amount can be reliably measured. Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probably and the amount can be reliably measured.

Deferred Income

Deferred income represents amounts received for future periods and is released to income for the period

- the donor specifies that the grant or donation must only be used in future accounting periods; or
- the donor has imposed conditions which must be met before the charity has unconditional entitlement except where care home fees are deferred.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measure reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

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, on per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

Tangible fixed assets

Individual fixed assets costing £250.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

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:-

Plant and machinery (20% reducing balance)

Michael Batt Charitable Trust

Notes to the Financial Statements - continued
For The Year Ended 31 March 2023

1. ACCOUNTING POLICIES - continued

Stocks

Stocks are measured at cost determined using the first in first out method.

Taxation

The Trust is exempt from tax on its charitable activities.

Fund structure

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

Restricted income is used in line with the donor's wishes.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension scheme

The Charity participates in TPT Retirement Solutions a multi employer pension scheme which provides benefits to some 950 non associated participating employers.

The scheme is a defined benefit scheme, it is not possible for them to obtain information to enable it to account for the scheme as a defined benefit scheme. The accounting for a multi-employer scheme where the employer has entered into an agreement with the scheme that determines how the employer will fund a deficit result in the recognition of a liability for the contributions payable that arise from the agreement (to the extent in profit or loss in accordance with section 28 of FRS 102).

The charity accounts for the scheme as a defined contribution scheme. As a result, that charged to the profit and loss account represents the contributions payable to the scheme. Since the institution has entered into an agreement that determines how each employer within the scheme will fund the overall deficit, the charity recognises a liability for the contribution's payable that arise from the agreement (to the extent that they relate to the deficit) and therefore an expense is recognised.

The charity's total liability under the recovery plan has been recognised in the accounts.

Debtors

Trade debtors are amounts due from customers for services performed in the ordinary course of business. Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measure at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short term investments that are readily convertible to a known amount of cash and are subject to no change in value.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at cost determined using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest bearing borrowings are subsequently carried at amortised costs, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Financial Instruments

Classification

Michael Batt Charitable Trust

Notes to the Financial Statements - continued
For The Year Ended 31 March 2023

1. ACCOUNTING POLICIES - continued

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 its liabilities.

Recognition and measurement

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.

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

Rights preferences and restrictions of the Trust document

These are set out in the Deed of Trust dated 22/08/1994 and were updated 10/10/2013.

2. DONATIONS AND LEGACIES

	31.3.23	31.3.22
	£	£
Donations	670	16,218
	<u> </u>	<u> </u>

3. INCOME FROM CHARITABLE ACTIVITIES

		31.3.23	31.3.22
	Activity	£	£
Residential care home	Residential home	1,068,125	1,146,421
Grants	Residential home	924	22,324
		<u> </u>	<u> </u>
		1,069,049	1,168,745
		<u> </u>	<u> </u>

Grants received, included in the above, are as follows:

	31.3.23	31.3.22
	£	£
Covid Grants	924	22,324
	<u> </u>	<u> </u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 5) £	Totals £
Residential home	1,298,145	8,088	1,306,233
	<u> </u>	<u> </u>	<u> </u>

5. SUPPORT COSTS

	Governance costs £
Residential home	8,088
	<u> </u>

Michael Batt Charitable Trust

Notes to the Financial Statements - continued
For The Year Ended 31 March 2023

6. AUDITORS' REMUNERATION

	31.3.23	31.3.22
	£	£
Fees payable to the charity's auditors for the audit of the charity's financial statements	8,088	8,040
	<u> </u>	<u> </u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

As at the balance sheet date the amount due to Dr Michael Batt (Chairman) was £9,299 (2022 £10,299).

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

8. STAFF COSTS

	31.3.23	31.3.22
	£	£
Wages and salaries	711,998	707,918
Social security costs	55,286	48,011
Other pension costs	26,615	55,713
	<u> </u>	<u> </u>
	793,899	811,642
	<u> </u>	<u> </u>

The average monthly number of employees during the year was as follows:

	31.3.23	31.3.22
Administration	33	38
	<u> </u>	<u> </u>

No employees received emoluments in excess of £60,000.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	6,218	10,000	16,218
Charitable activities			
Residential home	1,168,745	-	1,168,745
Total	<u>1,174,963</u>	<u>10,000</u>	<u>1,184,963</u>
EXPENDITURE ON			
Charitable activities			
Residential home	1,224,574	-	1,224,574
NET INCOME/(EXPENDITURE)	(49,611)	10,000	(39,611)
RECONCILIATION OF FUNDS			
Total funds brought forward	(40,631)	-	(40,631)

Michael Batt Charitable Trust

Notes to the Financial Statements - continued
For The Year Ended 31 March 2023

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted fund £	Restricted fund £	Total funds £
TOTAL FUNDS CARRIED FORWARD	<u>(90,242)</u>	<u>10,000</u>	<u>(80,242)</u>
10. TANGIBLE FIXED ASSETS			Plant and machinery £
COST			
At 1 April 2022			237,060
Additions			307
Impairments			(32,894)
At 31 March 2023			<u>204,473</u>
DEPRECIATION			
At 1 April 2022 and 31 March 2023			<u>204,473</u>
NET BOOK VALUE			
At 31 March 2023			<u>-</u>
At 31 March 2022			<u>32,587</u>
11. STOCKS		31.3.23	31.3.22
		£	£
Stocks		<u>4,000</u>	<u>4,000</u>
12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		31.3.23	31.3.22
		£	£
Trade debtors		4,137	5,626
Prepayments and accrued income		12,369	3,881
Prepayments		28,692	26,604
		<u>45,198</u>	<u>36,111</u>
13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		31.3.23	31.3.22
		£	£
Trade creditors		114,644	50,099
Taxation and social security		76,381	13,954
Other creditors		89,291	41,576
		<u>280,316</u>	<u>105,629</u>

Michael Batt Charitable Trust

Notes to the Financial Statements - continued
For The Year Ended 31 March 2023

14. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.3.23	31.3.22
	£	£
Within one year	30,533	30,533
Between one and five years	36,067	16,139
In more than five years	-	25,000
	<u>66,600</u>	<u>71,672</u>

15. PROVISIONS FOR LIABILITIES

	31.3.23	31.3.22
	£	£
Provisions	<u>100,000</u>	<u>114,000</u>

The charity has accounted for the deficit on the pension scheme through the Statement of Financial Activities under the provisions of paragraphs 28.13 and 28.13A of FRS 102.

TPT Retirement Solutions report at 31 March 2023 indicated that the fair value of assets attributable to the Trust at 31 March 2023 total £458,000 (31 March 2022 £608,000). The present value of defined benefit obligations attributable to the Trust at 31 March 2023 totals £558,000 (31 March 2022 £722,000). The total deficit in plan at 31 March 2023 is therefore £100,000 (31 March 2022 £114,000).

Key assumptions in the valuation:

Discount rate 4.92%
Inflation (RPI) 3.19%
Inflation (CPI) 2.56%
Salary growth 3.56%

Current life expectancy on retirement at age 65 adopted 31 March 2023:

Male retiring 2023 (years) 21.0
Female retiring 2023 (years) 23.4
Male retiring 2043 (years) 22.2
Female retiring 2043 (years) 24.9

A full actuarial valuation for the scheme was carried out at 30 September 2022.

16. MOVEMENT IN FUNDS

	At 1.4.22	Net movement in funds	At 31.3.23
	£	£	£
Unrestricted funds			
General fund	(90,242)	(236,514)	(326,756)
Restricted funds			
Resident donations	10,000	-	10,000
	<u>(80,242)</u>	<u>(236,514)</u>	<u>(316,756)</u>

Michael Batt Charitable Trust

Notes to the Financial Statements - continued
For The Year Ended 31 March 2023

16. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,069,719	(1,306,233)	(236,514)
TOTAL FUNDS	<u>1,069,719</u>	<u>(1,306,233)</u>	<u>(236,514)</u>

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	(40,631)	(49,611)	(90,242)
Restricted funds			
Resident donations	-	10,000	10,000
TOTAL FUNDS	<u>(40,631)</u>	<u>(39,611)</u>	<u>(80,242)</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,174,963	(1,224,574)	(49,611)
Restricted funds			
Resident donations	10,000	-	10,000
TOTAL FUNDS	<u>1,184,963</u>	<u>(1,224,574)</u>	<u>(39,611)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.21 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	(40,631)	(286,125)	(326,756)
Restricted funds			
Resident donations	-	10,000	10,000
TOTAL FUNDS	<u>(40,631)</u>	<u>(276,125)</u>	<u>(316,756)</u>

Michael Batt Charitable Trust

Notes to the Financial Statements - continued
For The Year Ended 31 March 2023

16. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	2,244,682	(2,530,807)	(286,125)
Restricted funds			
Resident donations	10,000	-	10,000
TOTAL FUNDS	<u>2,254,682</u>	<u>(2,530,807)</u>	<u>(276,125)</u>

17. RELATED PARTY DISCLOSURES

A Forrester (trustee)

Mr A D Forrester is associated with Alan Forrester & Co. Ltd, Accountants. In accordance with the Trust Deed his firm charges for accountancy, payroll and bookkeeping services. During the year the amount paid by the Trust to the firm was £37,400 including VAT (2022 £37,164). At the year end £5,903 (2022 £2,961) was owed to the firm.

Dr M J L Batt (trustee)

The property known as Rushymead is owned by Rushymead Ltd, a company controlled by the trustee, Dr Michael Batt. The trust enjoys a fifteen year lease, at an annual rent of £25,000 per annum, which is about half the market rate. During the year rent of £25,000 was paid (2022 £25,000). At the year end £25,599 (2022 £5,849) was owed to Rushymead Ltd.

18. POST BALANCE SHEET EVENTS

In 2024 the charity and care home was closed down with significant debt. A donation of £820,000 was received from Rushymead Limited for the purpose of settling all debt, staffing and closure costs. Management have confirmed all outstanding debt have been settled in full.

MICHAEL BATT CHARITABLE TRUST

England & Wales - Charity number 1040892

Accounts

Charity Registered number
1040892

Michael Batt Charitable Trust
Report and Financial Statements
31 March 2022

**Michael Batt Charitable Trust
Trust Information**

Trustees

Dr M Batt
Mr A Forrester
Mr A Mackie
Dr D Kayanja

Charity number

1040892

Principal Address

Tower Hill
Coleshill
Amersham
HP7 0LA

Auditors

Bromhead
Harscombe House
1 Darklake View
Estover
Plymouth
PL6 7TL

Solicitors

Gill Akaster
25 Lockyer Street
Plymouth

Bankers

NatWest Bank
12-16 Old Town Street
Plymouth
PL1 1DG

**Michael Batt Charitable Trust
Report and accounts
Contents**

	Page
Trustees Report	1-3
Statement of responsibilities	4
Independent auditor's report	5-6
Statement of financial activities	7
Balance Sheet	8
Statement of cash flows	9
Notes to the financial statements	10-16

Michael Batt Charitable Trust

Registered charity number: 1040892

Trustees' Report

The trustees present their report and financial statements for the year ended 31 March 2022.

Principal activities

The charity's principal address is Rushymead Residential Home, Tower Road, Coleshill, Buckinghamshire, HP7 0LA.

Trustees

The following persons served as trustees during the year:

Mr Michael Batt - Chairman
Mr Alan Forrester - Treasurer
Mr Derek Kayanja
Mr Alistair Mackie

Structure, governance and management

Type of governing document - Deeds dated 22/08/1994 and updated/amended on 10/10/2013.

How the Charity is constituted - Trust

Trustee selection methods - Appointed by the Trustees

Policies and procedures adopted for the induction and training of trustees:

There are no formal policies. New trustees, previously known for at least five years to the Board of Trustees, are approached and if accepted are subsequently appointed by the Trustees.

The Charity's organisational structure and any wider network with which the Charity works:

The Charity is administered by a Management Body comprising the Chairman and Trustees. Other than the relationships detailed in "Note 10 Related party transactions" there are no related parties.

Trustees' consideration of major risks and the system and procedures to manage them:

The key risks are:

- 1 Long term vacancies more than 10% of our 26 rooms
- 2 Cashflow difficulties
- 3 Long term staff shortages

Under the terms of the risk management policy adopted by the Trustees, the strategic operational and financial risks to which the Charity is exposed are evaluated on a continuing basis and appropriate systems have been put in place to mitigate any major risks which are identified. The Trustees are satisfied that this policy is sufficient to identify those risks on a timely basis and to ensure that appropriate action be taken so as to keep perceived risks to an acceptable level.

Under the terms of the Deeds of the Charity dated 22/08/1994 and 10/10/2013 and confirmed by the Charity Commission website

To relieve sickness by supporting the works of hospice organisations throughout England and Wales registered as charities dedicated to the relief and welfare of the terminally ill and to promote the welfare of the elderly by advancing the relief of old age.

Summary of the objects of the Charity set out in its governing document:

The objects of the Charity are set out in its Deeds, dated on 22 August 1994 and updated and amended on 10 October 2013. These are to provide support to the elderly by advancing the relief of old age.

The Chairman and Trustees receive no remuneration nor any payment for services provided.

Expenses of £0 (2021 - £0) were incurred to cover the cost of conducting business on behalf of the Charity.

Summary of the main activities undertaken for the public benefit in relation to these objects

The trustees are aware of and heed the guidance issued by the Charity Commission on public benefit.

The Charity continues to provide an essential service to the community as set out in its objectives and activities above. There are no other objectives and activities.

Our residents are, as far as their mental and corporeal faculties allow, happy and contented. Further, their guardians/relatives speak highly of the care and attention given to their charges/relatives and rate Rushymead highly in response to our requests for their input.

Michael Batt Charitable Trust

Registered charity number: 1040892

Trustees' Report

Websites listing care homes in our locality where we regularly score 9+ out of 10.

The home is registered with the CQC and Buckinghamshire CC who have consistently given us "good" ratings will not in future carry out inspections or reassess their ratings. They will continue by monitoring data via monthly emails in relation to evidence, that all is satisfactory to date and we retain our rating.

On 19 August 2021 the trustees received an email from the CQC advising that an anonymous detailed complaint, had been received, primarily regarding our manager Bev Sturges and her daughter. After further investigation their enquiry, was closed on 3 September. The CQC confirmed that all recommendations had been accepted and acted upon, this matter has not recurred.

Achievements and performance

We continue to receive positive feedback from our residents and their families and from the CQC and Buckinghamshire County Council.

At the date of signing this report, due to continue taking the appropriate precautions neither staff nor residents have been infected or suffered, in any way, the effects of this virus.

Financial review

During the year the Charity received £1,184,962 from care home accommodation fees and spent £1,209,574 providing for these. (2021 £1,215,573 and £1,199,938).

Brief statement of the Charity's policy on reserves:

It is the policy of the Trustees to plan adequate funds for such amounts as are appropriate to provide the care and support of our residents. The charity reserves at 31 March 2022 do not meet the policy. Reserves held at 31 March 2022 total a deficit of £80,243, with an unrestricted deficit of £90,243 and a restricted surplus of £10,000. However the Trustees draw attention to the fact the charity's deficit position is primarily due to the accounting standards requiring recognition of a pension deficit in full, the recognised pension deficit totals £114,000 (2021; £99,000). The trustees direct you to the future developments section of the Trustee report detailing the charity's plans and current improved financial situation.

Details of any funds materially in deficit:

Save for the potential pension fund deficit there are no other funds in deficit.

The Charity's principal sources of funds (including any fundraising):

Providing accommodation and care to our residents who are both privately and publically funded. The Charity Charity does not fundraise.

How expenditure has supported the key objectives of the Charity:

The Trustees strive to ensure that sufficient funds are made available to pay all suppliers and staff.

Investment policy and objectives including any ethical investment policy adopted:

The Charity has no Investments.

Future developments

Continue to maintain and improve the decoration and furnishings of all rooms.

In the future it is intended to further develop any rooms, where it is appropriate and feasible, to extend them to incorporate personal bathrooms.

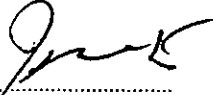
The charity aims to maintain a occupancy level of at least 90%. Unfortunately, in November 2022 six residents died within a week, which had a negative effect on our operating income, with little or no impact on our expenditure. A further resident died in December, negating our filling one of the previously empty rooms. In late December 2022 and early January 2023, all empty rooms were filled and our senior management team has started a waiting list. The substantial loss of income in late 2022 has made it impossible to pay our suppliers as regularly as previously. With are managing this situation and, if we suffer no further significant losses of income, we should be able fulfill our obligations to our suppliers. The increase in our gas bills from around £1,500 per month to £4,000 and a 5% increase in Insurance premiums has further impacted on our finances.

Michael Batt Charitable Trust
Registered charity number: 1040892
Trustees' Report

Covid 19:

At the date of signing this report, due to continue taking precautions observed by everyone during the entire period following the first lockdown, neither staff nor residents have been infected or suffered, in any way, any effects of this virus.

The annual report was approved by the trustees of the charity and signed on its behalf by:



.....
Mr A Forrester - Trustee

Dated 30 January 2023

Michael Batt Charitable Trust
Statement of Trustees' Responsibilities

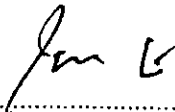
The trustees are responsible for preparing the report and financial statements in accordance with applicable law and regulations.

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources for that year. In preparing these financial statements the trustees are required to:-

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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity and signed on its behalf by:



.....
Mr Alan Forrester - trustee

Michael Batt Charitable Trust
Independent auditor's report
to the Trustees of Michael Batt Charitable Trust

Opinion

We have audited the financial statements of Michael Batt Charitable Trust for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the 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 FRS 102 'The Financial Reporting Standard applicable in the UK and the 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 trust's affairs as at 31 March 2022 and of its incoming resources and application of these resources
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011

Basis of 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 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity'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.

Emphasis of matter

We draw attention to the disclosure made in note 13 to the financial statements concerning the charity's ability to continue as a going concern resulting from the charity's liabilities in excess of assets by £80,243. Our opinion is not modified in respect of this.

The other information comprises the information included in the report and financial statements, 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.

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' report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- we have not received all the information and explanations we require for our audit; or

Michael Batt Charitable Trust
Independent auditor's report
to the Trustees of Michael Batt Charitable Trust

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, 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 trustees 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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

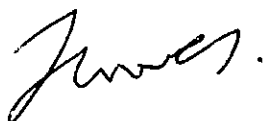
Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud are; we identified laws and regulations applicable to the charity through discussions with trustees and other management, and from our commercial knowledge and experience of the care sector which include: The Charities Act 2011, Charly SORP, FRS 102, the Health and Social Care Act, GDPR data protection regulations, health and safety regulations and employment legislation. We assessed the extent of compliance with the laws and regulations identified through making enquiries of management and inspecting legal correspondence where relevant. To address the risk of fraud through management bias and override controls, we performed analytical review and tested journal entries to identify unusual transactions. There are inherent limitations in our audit procedures described above and the more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

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 trustees as a body in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to trustees in an audit report and for no other purposes. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and trustees as a body for our audit work, for this report or for the opinions we have formed.

James Groves FCA
Statutory Auditor



20/02/2023

Bromhead Chartered Accountants
Harscombe House
1 Darklake View
Estover
Plymouth
PL6 7TL

Michael Batt Charitable Trust
Statement of Financial Activities
Including Income and Expenditure Account
for the year ended 31 March 2022

		Unrestricted funds	Restricted funds	Total funds	Total funds
	Notes	2022 £	2022 £	2022 £	2021 £
<u>Income from:-</u>					
Charitable Activities	2	1,174,962	10,000	1,184,962	1,215,573
Total Income		1,174,962	10,000	1,184,962	1,215,573
<u>Expenditure on</u>					
Charitable activities	3	1,209,574	-	1,209,574	1,199,938
<u>Net income/(expenditure) for the year</u>					
Net movement in funds		(34,612)	10,000.00	(24,612)	15,635
Provision for deficit on defined contribution pension fund		(15,000)	-	(15,000)	(34,000)
Fund balances at 1 April		(40,631)	-	(40,631)	(22,266)
Fund balances at 31 March		(90,243)	10,000	(80,243)	(40,631)

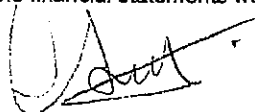
The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

**Michael Batt Charitable Trust
Balance Sheet
as at 31 March 2022**

	Notes	2022 £	2021 £
		Total funds	Total funds
Fixed assets			
Tangible assets	5	32,587	34,655
Current assets			
Stocks	6	4,000	4,000
Debtors	7	38,111	55,834
Cash at bank and in hand		<u>66,690</u>	<u>52,992</u>
		106,801	112,626
Creditors: amounts falling due within one year	8	(105,631)	(88,912)
		1,170	23,714
Provision for deficit on pension fund		(114,000)	(99,000)
Net assets		<u>(80,243)</u>	<u>(40,631)</u>
Income Funds			
Unrestricted funds		(90,243)	40,631
Restricted funds		10,000	-
Total equity		<u>(80,243)</u>	<u>40,631</u>

The financial statements were approved by the Trustees



Dr M Batt
Trustee

13/02/2023

Michael Batt Charitable Trust
Statement of Cash Flows
for the year ended 31 March 2022

	Notes	2022 £	2021 £
Operating activities			
(Loss)/profit for financial year		(24,612)	15,635
Adjustments for:			
Depreciation		8,146	8,664
Increase in stocks		-	(1,500)
(Increase)/decrease in debtors		19,523	7,273
Increase(decrease) in creditors		16,719	(13,184)
		<u>19,776</u>	<u>16,888</u>
Cash (used in)/generated by operating activities		<u>19,776</u>	<u>16,888</u>
Investing activities			
Payments to acquire tangible fixed assets		(6,078)	(14,187)
Cash used in investing activities		<u>(6,078)</u>	<u>(14,187)</u>
Net cash (used in)/generated			
Net cash (used in)/generated by operating activities		19,776	16,888
Cash used in investing activities		(6,078)	(14,187)
Net cash (used)/generated		<u>13,698</u>	<u>2,701</u>
Cash and cash equivalents at 1 April		<u>52,992</u>	<u>50,291</u>
Cash and cash equivalents at 31 March		<u>66,690</u>	<u>52,992</u>
Cash and cash equivalents comprise:			
Cash at bank		<u>66,690</u>	<u>52,992</u>

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2022

1 Summary of significant accounting policies

1.1 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 2015) - (Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

1.2 Basis of preparation

Michael Batt Charitable Trust 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.

1.3 Going concern

The Charity continues to be in a net liabilities position. The trustees believe that it is appropriate to prepare accounts on a going concern basis, given current pension fund deficit. The Trustees believe there are no material uncertainties impacting the charity's ability to continue as a "going concern".

1.4 Income and endowments

All income, including care home income, is recognised once the charity has entitlement to the income, the economic benefit is probable and the amount can be reliably measured. Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

1.5 Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

1.6 Deferred income

Deferred income represents amounts received for future periods and is released to income for the period

- the donor specifies that the grant or donation must only be used in future accounting periods; or
- the donor has imposed conditions which must be met before the charity has unconditional entitlement except where care home fees are deferred.

Expenditure

- 1.7 All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2022

Charitable activities

- 1.8 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

- 1.9 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, on per capita, staff costs by the time spent and other costs by their usage.

Governance costs

- 1.10 These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

Taxation

- 1.11 The Trust is exempt from tax on its charitable activities

Tangible fixed assets

- 1.12 Individual fixed assets costing £250.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Plant and machinery (20% reducing balance)

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:-

Stocks

- 1.13 Stocks are measured at cost determined using the first in first out method.

Debtors

- 1.14 Trade debtors are amounts due from customers for services performed in the ordinary course of business. Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Cash and cash equivalents

- 1.15 Cash and cash equivalents comprise cash on hand and call deposits, and other short term investments that are readily convertible to a known amount of cash and are subject to no change in value.

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2022

1.16 Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Borrowings

1.17 Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised costs, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

1.18 Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity. Restricted income is used in line with the donor's wishes.

Financial Instruments

1.19 Classification

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 its liabilities.

Recognition and measurement

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

Taxation

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

Pension scheme

1.20 The Charity participates in TPT Retirement Solutions a multi employer pension scheme which provides benefits to some 950 non associated participating employers. Information to enable it to account for the scheme as a defined benefit scheme. The accounting for a multi-employer scheme where the employer has entered into an agreement with the scheme that determines how the employer will fund a deficit result in the recognition of a liability for the contributions payable that arise from the agreement (to the extent in profit or loss in accordance with section 28 of FRS 102

The charity accounts for the scheme as a defined contribution scheme. As a result, that charged to the profit and loss account represents the contributions payable to the scheme. Since the institution has entered into an agreement that determines how each employer within the scheme will fund the overall deficit, the charity recognises a liability for the contribution's payable that arise from the agreement (to the extent that they relate to the deficit) and therefore an expense is recognised.

The charity's total liability under the recovery plan has been recognised in the accounts

Rights preferences and restrictions of the Trust document

1.21 These are set out in the Deed of Trust dated 22/08/1994 and were updated 10/10/2013.

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2022

2 Analysis of turnover

	2022	2021
Charities Activities - Residential care home	1,146,420	1,139,605
Donations and legacies	16,218	3,514
Covid Grants	22,324	72,454
	<u>1,184,962</u>	<u>1,215,573</u>
By geographical market:		
UK	1,184,962	1,215,573
Europe	-	-
	<u>1,184,962</u>	<u>1,215,573</u>

3 Expenditure on charitable activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Residential care home	(1,199,734)	(1,195,378)
Governance costs	(9,840)	(4,560)
	<u>(1,209,574)</u>	<u>(1,199,938)</u>
Analysis of governance and support costs		
Allocated support costs - audit fees	<u>9840</u>	<u>4560</u>

4 Trustee remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.
At the balance sheet date the amount due to Dr Michael Batt (Chairman) was £10,299 (2021 £9,299).

	2022	2021
	£	£
Wages and salaries	781,372	800,086
Social security costs	48,011	51,325
Other pension costs	40,713	37,831
	<u>870,096</u>	<u>889,244</u>

Average number of employees during the year

	Number	Number
Administration	<u>38</u>	<u>40</u>

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

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2022

		Fixtures, fittings, tools and equipment	
5	Tangible fixed assets	<i>At cost</i>	
	Cost or valuation	£	
	At 1 April 2021	230,982	
	Additions	<u>6,078</u>	
		<u>237,060</u>	
	Depreciation		
	At 1 April 2021	196,327	
	Charge for the year	<u>8,146</u>	
		<u>204,473</u>	
	Carrying amount		
	At 31 March 2021	34,855	
	At 31 March 2022	<u>32,587</u>	
6	Stocks	2022	2021
		£	£
	Stocks	<u>4,000</u>	<u>4,000</u>
7	Debtors	2022	2021
		£	£
	Trade debtors	5,826	17,905
	Other debtors	-	2,354
	Prepayments and accrued income	<u>30,485</u>	<u>35,375</u>
		<u>36,111</u>	<u>55,634</u>
8	Creditors: amounts falling due within one year	2022	2021
		£	£
	Trade creditors	50,101	37,044
	Other taxes and social security costs	13,954	14,315
	Other creditors	22,658	14,275
	Accruals and deferred income	<u>18,920</u>	<u>23,278</u>
		<u>105,631</u>	<u>88,912</u>

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2022

9 Analysis of net assets between funds

	Unrestricted	Restricted	Total
	£	£	£
Fund balances are represented by:			
Tangible assets	32,587	-	32,587
Current assets/(liabilities)	(8,830)	10,000	1,170
Provision for deficit on pension fund	(114,000)	-	(114,000)
At 31 March	(90,243)	10,000	(80,243)

10 Related party transactions

A Forrester
(trustee)

Mr A D Forrester is associated with Alan Forrester & Co. Ltd, Accountants. In accordance with the Trust Deed his firm charges for accountancy, payroll and book-keeping services. During the year the amount paid by the Trust to the firm was £37,164 including VAT (2021 £37,121). At the year end £2,961 (2021 £2,910) was owed to the firm. At the Balance Sheet date the amount due to/from Alan Forrester was nil (2021 nil).

Dr M J L Batt
(trustee)

The property known as Rushymead is owned by Rushymead Ltd, a company controlled by the trustee, Dr Michael Batt.

The trust enjoys a fifteen year lease, at an annual rent of £25,000 per annum, which is about half the market rate.

During the year, rent of £25,000 was paid (2021 £8,364).

At the balance sheet date the amount due to Dr M J L Batt was £10,899 (2021 £9,299)

11 Provisions for liabilities

The charity has accounted for the deficit on the pension scheme through the Statement of Financial Activities under the provisions of paragraphs 28.13 and 28.13A of FRS 102.

	2022	2021
	£	£
Pension deficit provision	114,000	99,000

TPT Retirement Solutions report at 31 March 2022 indicated that the fair value of assets attributable to the trust at 31 March 2022 total £608,000 (31 March 2021 £875,000).

The present value of defined benefit obligations attributable to the trust at 31 March 2022 total £722,000 (31 March 2021 £774,000). The total deficit in plan at 31 March 2022 is therefore £114,000 (31 March 2021 £99,000).

Key assumptions in the valuation:

Discount rate	2.75%
Inflation (RPI)	3.94%
Inflation (CPI)	3.36%
Salary growth	4.36%

Current Life expectancy on retirement at age 65 adopted at 31 March 2022

Male retiring in 2022 (years)	21.1
Female retiring in 2022 (years)	23.7
Male retiring in 2042 (years)	22.4
Female retiring in 2042 (years)	25.2

A full actuarial valuation for the scheme was carried out at 30 September 2020

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2022

12 Leasing Agreements

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.2.22	31.3.21
	£	£
Within one year	30,533	25,000
Between one and two years	16,139	25,000
Between two and five years	25,000	50,000

13 Going Concern

The Charity has net liabilities of £80,243 which is in part a result of a requirement to recognise a provision for future pension deficits since 2020. The going concern basis is still appropriate.

14 Movement in Funds

	At 1.4.21	Net movement in funds	At 31.3.22
	£	£	£
Unrestricted funds			
General fund	(40,631)	(49,612)	(90,243)
Restricted funds			
Resident donations	-	10,000	10,000
TOTAL FUNDS	<u>(40,631)</u>	<u>(39,612)</u>	<u>(80,243)</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
Unrestricted funds			
General fund	1,174,962	(1,224,574)	(49,612)
Restricted funds			
Resident donations	10,000	-	10,000
TOTAL FUNDS	<u>1,184,962</u>	<u>(1,224,574)</u>	<u>(39,612)</u>

MICHAEL BATT CHARITABLE TRUST

England & Wales - Charity number 1040892

Accounts

Charity Registered number
1040892

Michael Batt Charitable Trust
Report and Financial Statements
31 March 2021

Michael Batt Charitable Trust
Trust Information

Trustees

Dr M Batt
Mr A Forrester
Mr A Mackie
Dr D Kayanja

Charity number

1040892

Principal Address

Tower Hill
Coleshill
Amersham
HP7 0LA

Auditors

Bromhead
Harscombe House
1 Darklake View
Estover
Plymouth
PL6 7TL

Solicitors

Gill Akaster
25 Lockyer Street
Plymouth

Bankers

NatWest Bank
12-16 Old Town Street
Plymouth
PL1 1DG

Michael Batt Charitable Trust
Report and accounts
Contents

	Page
Trustees Report	1-3
Statement of responsibilities	4
Independent auditor's report	5-6
Statement of financial activities	7
Balance Sheet	8
Statement of cash flows	9
Notes to the financial statements	10-17

Michael Batt Charitable Trust

Registered charity number: 1040892

Trustees' Report

The trustees present their report and financial statements for the year ended 31 March 2021.

Principal activities

The charity's principal address is Rushymead Residential Home, Tower Road, Coleshill, Buckinghamshire, HP7 0LA.

Trustees

The following persons served as trustees during the year:

Mr Michael Batt - Chairman
Mr Alan Forrester - Treasurer
Mr Derek Kayanja
Mr Alistair Mackie

Structure, governance and management

Type of governing document - Deeds dated 22/08/1994 and updated/amended on 10/10/2013.

How the Charity is constituted - Trust

Trustee selection methods - Appointed by the Trustees

Policies and procedures adopted for the induction and training of trustees:

There are no formal policies. New trustees, previously known for at least five years to the Board of Trustees, are approached and if accepted are subsequently appointed by the Trustees.

The Charity's organisational structure and any wider network with which the Charity works:

The Charity is administered by a Management Body comprising the Chairman and Trustees. There are no related parties.

Trustees' consideration of major risks and the system and procedures to manage them:

The key risks are:

- 1 Long term vacancies more than 10% of our 28 rooms
- 2 Cashflow difficulties
- 3 Long term staff shortages

Under the terms of the risk management policy adopted by the Trustees, the strategic operational and financial risks to which the Charity is exposed are evaluated on a continuing basis and appropriate systems have been put in place to mitigate any major risks which are identified. The Trustees are satisfied that this policy is sufficient to identify those risks on a timely basis and to ensure that appropriate action be taken so as to keep perceived risks to an acceptable level.

Objectives and activities:

Under the terms of the Deeds of the Charity dated 22/08/1994 and 10/10/2013 and confirmed by the Charity Commission website

To relieve sickness by supporting the works of hospice organisations throughout England and Wales registered as charities dedicated to the relief and welfare of the terminally ill and to promote the welfare of the elderly by advancing the relief of old age.

Summary of the objects of the Charity set out in its governing document:

The objects of the Charity are set out in its Deeds, dated on 22 August 1994 and updated and amended on 10 October 2013. These are to provide support to the elderly by advancing the relief of old age.

The Chairman and Trustees receive no remuneration nor any payment for services provided.

Expenses of £0 (2020 - £1,754) were incurred to cover the cost of conducting business on behalf of the Charity.

Summary of the main activities undertaken for the public benefit in relation to these objects

The trustees are aware of and heed the guidance issued by the Charity Commission on public benefit.

Michael Batt Charitable Trust

Registered charity number: 1040892

Trustees' Report

The Charity continues to provide an essential service to the community as set out in its objectives and activities above. There are no other objectives and activities.

Our residents are, as far as their mental and corporeal faculties allow, happy and contented. Further, their guardians/relatives speak highly of the care and attention given to their charges/relatives and rate Rushymead highly in response to our requests for their input.

Websites listing care homes in our locality where we regularly score 9+ out of 10.

The home is registered with the CQC and Buckinghamshire County Council. In its last and probably final unannounced inspection in 2018, they rated us as "good" (we strive to obtain the top rating "excellent"). Bucks CC regularly rates Rushymead as providing a high standard of care and attention. The CQC's purpose has not changed, they will continue to make sure the services provide safe, effective, compassionate and high quality care. They are making changes to help them do this, no longer set a maximum interval, based on previous ratings, between inspections. Previously they have always needed to carry out a site visit to give a rating. Going forward, they will start to use a wider range of regulatory approaches to assess quality and rate. We kept our good rating for July. Basically they now use a mix of onsite and off-site monitoring to ensure the public have assurance as to the safety and quality of the care they receive and as we emerge from the pandemic they will further develop their monitoring approach. In accordance with this approach they carried out a review of the data available to them about Rushymead on the 5th August 2021, they did not find evidence that they need to carry out an inspection or reassess their rating. They will continue to monitor data and should send monthly emails in relation to the evidence, all is satisfactory to date and we retain our good rating.

On 19 August 2021 the trustees received an email from the CQC advising that an anonymous, detailed complaint, had been received, primarily regarding our manager Bev Sturges and her daughter Lisa Gee, which impacted on the remaining staff. A response was emailed that day confirming the trustees took the matter seriously and would thoroughly investigate the complaint. Derek Karanja made an unannounced visit on 23 August and reported his findings to the trustees on that date. He said, inter alia, that "morale amongst the staff is high and the residents are happy". The trustees held an online meeting on 26 August and were happy to accept Derek's report in its entirety deciding to adopt all his recommendations. The chairman of the trustees, Michael Batt, wrote to the CQC on 27 August advising Derek's report and confirming that all recommendations were accepted and acted upon. The CQC investigation was closed on 3 September.

Achievements and performance

We continue to receive positive feedback from our residents and their families and from the CQC and Buckinghamshire County Council.

Financial review

During the year the Charity received £1,215,573 from care home accommodation fees and spent £1,199,938 providing for these. (2020 £1,119,195 and £1,121,057).

Brief statement of the Charity's policy on reserves:

It is the policy of the Trustees to plan adequate funds for such amounts as are appropriate to provide the care and support of our residents. The Trustees feel that the current level of reserves meets our reserve policy. The deficit of £99,000 (31-03-2020 £65,000) is a result of accounting standards requiring the recognition of a pension deficit provision in full.

Details of any funds materially in deficit:

Save for the potential pension fund deficit there are no other funds in deficit.

On 19 August 2021 the trustees received an email from the CQC advising that an anonymous, detailed complaint, had been received, primarily regarding our manager Bev Sturges and her daughter Lisa Gee which impacted on the remaining staff. A response was emailed that day confirming the

Michael Batt Charitable Trust

Registered charity number: 1040892

Trustees' Report

trustees took the matter seriously and would thoroughly investigate the complaint. Derek Karanja made an unannounced visit on 23 August and reported his findings to the trustees on that date. He said, inter alia, that "morale amongst the staff is high and the residents are happy". The trustees held an online meeting on 26 August and were happy to accept Derek's report in its entirety deciding to adopt all his recommendations. The chairman of the trustees, Michael Batt, wrote to the CQC on 27 August advising Derek's report and confirming that all recommendations were accepted and acted upon. The CQC investigation was closed on 3 September.

The Charity's principal sources of funds (including any fundraising):

Providing accommodation and care to our residents who are both privately and publically funded. The Charity does not fundraise.

How expenditure has supported the key objectives of the Charity:

The Trustees strive to ensure that sufficient funds are made available to pay all suppliers and staff.

Investment policy and objectives including any ethical investment policy adopted:

The Charity has no Investments.

Future developments

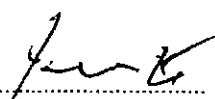
Continue to maintain and improve the decoration and furnishings of all rooms.

In the future it is intended to further develop any rooms, where it is appropriate and feasible, to extend them to incorporate personal bathrooms.

Covid 19:

To date the virus has had little significant impact on Rushmead's activities due to the additional efforts being made to frequently check this disease, using Lateral Flow Tests etc on both residents and staff and allow visitors entry on a restricted basis. The Trustees are delighted to report that, at the date of signing this report, neither staff nor residents have been infected or suffered, in any way, any effects of this virus. This is entirely due to the stringent precautions set up by our manager, Beverly Sturges, and her management team and vigorously observed by everyone during the entire period to date.

The annual report was approved by the trustees of the charity and signed on its behalf by:


.....
Mr A Forrester - Trustee
Dated 28 January 2022

Michael Batt Charitable Trust
Statement of Trustees' Responsibilities

The trustees are responsible for preparing the report and financial statements in accordance with applicable law and regulations.

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources for that year. In preparing these financial statements the trustees are required to:-

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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity and signed on its behalf by:



.....
Mr Alan Forrester - trustee

**Michael Batt Charitable Trust
Independent auditor's report
to the Trustees of Michael Batt Charitable Trust**

Opinion

We have audited the financial statements of Michael Batt Charitable Trust for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the 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 FRS 102 'The Financial Reporting Standard applicable in the UK and the 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 trust's affairs as at 31 March 2021 and of its incoming resources and application of these resources
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011

Basis of 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 charity 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity'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.

Emphasis of matter

We draw attention to the disclosure made in note 13 to the financial statements concerning the charity's matter. ability to continue as a going concern resulting from the charity's liabilities in excess of assets by £40,631. Our opinion is not modified in respect of this.

The other information comprises the information included in the report and financial statements, 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.

**Michael Batt Charitable Trust
Independent auditor's report
to the Trustees of Michael Batt Charitable Trust**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- sufficient 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
- the information given in the trustees' report is inconsistent in any material respect with the financial statements, or
- we have not received all the information and explanations we require for our audit; or

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, 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 trustees 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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

Irregularities including fraud, are instances of non-compliance with laws and regulations.

We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud are; we identified the laws and regulations applicable to the charity through discussions with trustees and other management, and from our commercial knowledge and experience of the care sector which include: The Charities Act 2011, Charity SORP 2019, FRS 102, the Health & Social Care Act, data protection regulations, health and safety regulations and employment legislation. We assessed the extent of compliance with the laws and regulations identified through making enquiries of management and inspecting legal correspondence where relevant. To address the risk of fraud through management bias and override of controls, we performed analytical review and tested journal entries to identify unusual transactions. There are inherent limitations in our audit procedures described above and the more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

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 trustees as a body in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to trustees in an audit report and for no other purposes. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and trustees as a body for our audit work, for this report or for the opinions we have formed.

Bromhead
Statutory Auditors

Bromhead
31/1/22

Harscombe House
1 Darklake View
Estover
Plymouth
PL6 7TL

Bromhead Accountants Limited is eligible for appointment as auditor of the charity virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

Michael Batt Charitable Trust
Statement of Financial Activities
Including Income and Expenditure Account
for the year ended 31 March 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
<u>Income from:-</u>			
Charitable Activities		1,215,573	1,119,195
Total Income	2	<u>1,215,573</u>	<u>1,119,195</u>
<u>Expenditure on</u>			
Charitable activities	3	<u>1,199,938</u>	<u>1,121,057</u>
<u>Net income/(expenditure) for the year</u>			
Net movement in funds		15,635	(1,862)
Provision for deficit on defined contribution pension fund		(34,000)	(65,000)
Fund balances at 1 April		(22,266)	44,596
Fund balances at 31 March		<u>(40,631)</u>	<u>(22,266)</u>

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

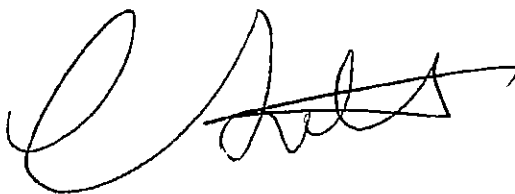
All income and expenditure derive from continuing activities.

Michael Batt Charitable Trust
Balance Sheet
as at 31 March 2021

	Notes	2021 £	2020 £
		Unrestricted funds	Unrestricted funds
Fixed assets			
Tangible assets	5	34,655	29,132
Current assets			
Stocks	6	4,000	2,500
Debtors	7	55,634	62,907
Cash at bank and in hand		52,992	50,291
		<u>112,626</u>	<u>115,698</u>
Creditors: amounts falling due within one year	8	(88,912)	(102,096)
		23,714	13,602
Provision for deficit on pension fund		(99,000)	(65,000)
Net assets		<u>(40,631)</u>	<u>(22,266)</u>
Income Funds			
Unrestricted funds		(40,631)	(22,266)
Total equity		<u>(40,631)</u>	<u>(22,266)</u>

The financial statements were approved by the Trustees on 28 January 2022

Dr M Batt
Trustee



Michael Batt Charitable Trust
Statement of Cash Flows
for the year ended 31 March 2021

	Notes	2021 £	2020 £
Operating activities			
net (expenditure)/income		15,635	(1,862)
Adjustments for:			
Depreciation		8,664	7,283
Increase in stocks		(1,500)	(1,000)
(Increase)/decrease in debtors		7,273	(36,636)
Increase(decrease) in creditors		(13,184)	21,601
		<u>16,888</u>	<u>(10,614)</u>
Cash (used in)/generated by operating activities		<u>16,888</u>	<u>(10,614)</u>
Investing activities			
Payments to acquire tangible fixed assets		(14,187)	(1,500)
Cash used in investing activities		<u>(14,187)</u>	<u>(1,500)</u>
Net cash (used in)/generated			
Net cash (used in)/generated by operating activities		16,888	(10,614)
Cash used in investing activities		(14,187)	(1,500)
Net cash generated		<u>2,701</u>	<u>(12,114)</u>
Cash and cash equivalents at 1 April		<u>50,291</u>	<u>62,405</u>
Cash and cash equivalents at 31 March		<u>52,992</u>	<u>50,291</u>
Cash and cash equivalents comprise:			
Cash at bank		<u>52,992</u>	<u>50,291</u>

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2021

1 Summary of significant accounting policies

1.1 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 2015) - (Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

1.2 Basis of preparation

Michael Batt Charitable Trust 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 state in the relevant accounting policy notes.

1.3 Going concern

The Charity continues to be in a net liabilities position. The Trustees believe that it is appropriate to prepare the accounts on a going concern basis, given a forecast for improved surplus in the coming year.

The Trustees believe there are no material uncertainties above the charity's ability to continue as a going concern.

1.4 Income and endowments

All income, including care home income, is recognised once the charity has entitlement to the income, the economic benefit is probable and the amount can be reliably measured. Voluntary income including donations, gifts, grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the received and the amount can be measured with sufficient reliability.

1.5 Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

1.6 Deferred Income

Deferred income represents amounts received for future periods and is released to income for the period

- the donor specifies that the grant or donation must only be used in future accounting periods; or
- the donor has imposed conditions which must be met before the charity has unconditional entitlement except

1.7 Expenditure

All expenditure is recognised once there is a legal or constructive expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2021

1.8 Charitable activities

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.

1.9 Support costs

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

1.10 Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

1.11 Taxation

The Trust is exempt from tax on its charitable activities.

1.12 Tangible fixed assets

Individual fixed assets costing £250.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

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:-

Plant and machinery (20% reducing balance)

1.13 Stocks

Stocks are measured at the lower of cost and estimated selling price to complete and sell. Cost is determined using the first in first out

1.14 Debtors

Trade debtors are amounts due from customers for services performed in the ordinary course of business. Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

1.15 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short term investments that are readily convertible to a known amount of cash and are subject to no change in value.

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2021

1.16 Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially transaction price net of any transaction costs and subsequently cost determined using the effective interest method.

1.17 Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised costs, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

1.18 Fund structure

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

1.19 Financial Instruments

Classification

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 its liabilities.

Recognition and measurement

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.

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

1.20 Pension scheme

The deficit on the pension scheme has been accounted for in the Statement of Financial Activities.

The Charity participates in TPT Retirement Solutions a multi employer pension scheme which provides benefits to some 950 non associated participating employers.

The scheme is a defined benefit scheme, it is not possible for them to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme.

The accounting for a multi-employer scheme where the employer has entered into an agreement with the scheme that determines how the employer will fund a deficit results in the recognition of a liability for the contributions payable that arise from the agreement (to the extent that they relate to the deficit) and the resulting expense in profit or loss in

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2021

accordance with section 28 of FRS 102.

The charity accounts for the scheme as a defined contribution scheme. As a result, the amount charged to the profit and loss account represents the contributions payable to the scheme. Since the institution has entered into an agreement that determines how each employer within the scheme will fund the overall deficit, the charity recognises a liability for the contributions payable that arise from the agreement (to the extent that they relate to the deficit) and therefore an expense is recognised.

The charity's total liability under the recovery plan has been recognised in the accounts at its present value. Contributions towards this plan continue to be made on a monthly basis and the accounts will recognise the unwinding of the relevant discount provision.

1.21 Rights preferences and restrictions of the Trust document

These are set out in the Deed of Trust dated 22/08/1994 and were updated 10/10/2013.

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2021

2	Analysls of income	2021	2020
		£	£
	Charities Activities - Residential care home	1,139,605	1,118,792
	Donations and legacies	3,514	403
	Covid Grants	72,454	-
		<u>1,215,573</u>	<u>1,119,195</u>
	By geographical market:		
	UK	<u>1,215,573</u>	<u>1,119,195</u>
3	Expenditure on charitable activities	Unrestricted funds	
		2021	2020
		£	£
	Residential care home	(1,195,378)	(1,117,457)
	Governance costs	(4,560)	(3,600)
		<u>(1,199,938)</u>	<u>(1,121,057)</u>
	Analys of governance and support costs		
	Allocated support costs - audit fees	<u>4,560</u>	<u>4,200</u>

4 Trustee remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

At the balance sheet date the amount due to Dr Michael Batt (Chairman) was £9,299 (2020 £8639).

	2021	2020
	£	£
Wages and salaries	800,088	712,570
Social security costs	51,325	49,038
Other pension costs	37,831	38,428
	<u>889,244</u>	<u>800,036</u>

Average number of employees during the year

	Number	Number
Administration	<u>40</u>	<u>40</u>

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

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2021

5 Tangible fixed assets

	Fixtures, fittings, tools and equipment
	<i>At cost</i>
Cost or valuation	£
At 1 April 2020	216,795
Additions	14,187
	<u>230,982</u>
Depreciation	
At 1 April 2020	187,663
Charge for the year	8,664
	<u>196,327</u>
Carrying amount	
At 31 March 2021	34,655
At 31 March 2020	<u>29,132</u>

6 Stocks	2021	2020
	£	£
Stocks	<u>4,000</u>	<u>2,500</u>

7 Debtors	2021	2020
	£	£
Trade debtors	17,905	24,022
Other debtors	2,354	2,354
Prepayments and accrued income	35,375	36,531
	<u>55,634</u>	<u>62,907</u>

8 Creditors: amounts falling due within one year	2021	2020
	£	£
Trade creditors	37,044	55,332
Other taxes and social security costs	14,315	14,445
Other creditors	14,275	15,400
Accruals and deferred income	23,278	16,919
	<u>88,912</u>	<u>102,096</u>

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2021

9	Analysis of net assets between funds	2021	2020
		£	£
	Fund balances are represented by:		
	Tangible assets	34,655	29,132
	Current assets/(liabilities)	23,714	13,602
	Provision for deficit on pension fund	(99,000)	(65,000)
	At 31 March	<u>(40,631)</u>	<u>(22,266)</u>

10 Related party transactions

Alan Forrester (trustee)

Mr A D Forrester is a director of Alan Forrester & Co. Ltd, Accountants . In accordance with the Trust Deed his firm charges for accountancy, payroll and book-keeping services. During the year the amount paid by the Trust to the firm was £37,712 including VAT (2020 £39,911). At the year end £2,910 (2020 £2,788) was owed to the firm. At the Balance Sheet date the amount due to/from Alan Forrester was nil (2020 nil).

Dr M J L Batt (trustee)

The property known as Rushymead is owned by Rushymead Ltd, a company controlled by the trustee, Dr Michael Batt.

The trust enjoys a fifteen year lease, at an annual rent of £25,000 per annum, which is about half the market rate.

During the year, rent of £8,364 was paid (2020 £36,385).

At the balance sheet date the amount due to Dr M J L Batt was £9,299 (2020 £8,639).

11 Pension fund deficit

The charity has accounted for the deficit on the pension scheme through the Statement of Financial Activities under the provisions of paragraphs 28.13 and 28.13A of FRS 102.

	2021	2020
	£	£
Pension deficit provision	99,000	65,000

TPT Retirement Solutions report at 31 March 2021 indicated that the fair value of assets attributable to the trust at 31 March 2021 total £675,000 (31 March 2020 £621,000)

The present value of defined benefit obligations attributable to the trust at 31 March 2021 total £774,000 (31 March 2020 £686,000). The total deficit in plan at 31 March 2021 is therefore £99,000 (31 March 2020 £65,000).

Key assumptions in the valuation:

Discount rate	1.95%
Inflation (RPI)	3.38%
Inflation (CPI)	2.78%
Salary growth	3.78%

Current Life expectancy on retirement at age 65 adopted at 31 March 2021

Male retiring in 2021 (years)	21.6
Female retiring in 2021 (years)	23.5
Male retiring in 2041 (years)	22.9

Michael Batt Charitable Trust
Notes to the Accounts
for the year ended 31 March 2021

Female retiring in 2041 (years) 25.1

A full actuarial valuation for the scheme was carried out at 30 September 2017 which showed assets of £794.9m, liabilities of £926.4m and deficit of £131.5m. To eliminate this shortfall, participating employers are required to pay additional contributions to the scheme From 1 April 2019 to 31 January 2025 £11,243 per annum payable monthly, increasing by 3% per per annum on 1st April of which the trust pays it proportionate share.

12 Leasing Agreements

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021 £	2020 £
Within one year	25,000	25,000
Between one and two years	25,000	25,000
Between two and five years	50,000	75,000

13 Going Concern

The Charity has net liabilities of £40,631 which is in part a result of a requirement to recognise a provision for future pension deficits since 2020. The home remains fully operational despite the challenges of the covid-19 global pandemic, and forecasts prepared by management reflect an increase surplus in the coming year to help rectify the reserves position. The going concern basis is still appropriate.