

Charity registration number 1045025

Company registration number 2982937 (England and Wales)

FAMILY CARE TRUST
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

FAMILY CARE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

R Hughes
D Edwards
C Llewellyn
D Gamble
I Morgan
R Purser
R Look
A S Lucas

Secretary

D Edwards

Charity number

1045025

Company number

2982937

Registered office

Newlands Bishop Farm
Berry Hall Lane
Catherine De Barnes
B91 2RY

Auditor

Spencer Gardner Dickins Audit LLP
3 Coventry Innovation Village
Cheetah Road
Coventry
CV1 2TL

Bankers

Lloyds Bank plc
Solihull Business Centre
P.O. Box 9363
Birmingham
B3 3ST

FAMILY CARE TRUST

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FAMILY CARE TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

The directors are pleased to present their report together with the financial statements of the charity for the year ended 31st March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the trust's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1st January 2019).

The directors serving during the year and since the year end were as follows:

Mr Paul Hughes (Chairman)
Mr David Edwards (Company Secretary)
Mr David Gamble (Remuneration Committee - Chairman)
Mrs Catherine Llewellyn (Remuneration Committee)
Mr Iain Morgan (Audit Committee - Chairman)
Mr Anthony Lucas (Audit Committee)
Mr Richard Purser
Mr Roger Look

The General Manager throughout 2021/22 was Mr Daniel Adams, and the Finance & Corporate Services Manager throughout the same period was Mr Gary Neumann.

Structure, Governance and Management

Governing Document

Family Care Trust (FCT) is a company limited by guarantee, governed by Memorandum and Articles of Association.

Appointment of Directors

Board vacancies are publicised to ensure sufficiently wide enough exposure to recruit directors who have the relevant skills, knowledge, and experience for operating a charity. The Board seeks to have a balanced input into all its decision-making processes. The Board sets strategy and monitors the performance of the charity.

Director Induction and Training

New directors gain information about the charity from the regularly updated Family Care Trust website. They are also taken on visits to operational units to meet staff, volunteers, and service users, introducing them to the work that the Family Care Trust undertakes.

New directors are supplied with back copies of minutes of meetings, reports, management accounts, and appropriate information which impacts on the decision-making process. Induction includes access to information regarding the main elements of charity law and other regulatory requirements. New and present directors have the opportunity to attend external training on governance topics as required.

Organisation

Ordinarily, the Board or sub-committees are scheduled to meet every calendar month. The Senior Management Team attend all meetings but have no voting rights. An Audit Committee made up of serving directors is scheduled to meet at least twice a year to scrutinise financial performance, including draft annual accounts, and review compliance with regulations, and identify and mitigate strategic risks. A Remuneration Committee reviews the reward and recognition strategy of the organisation, resource management, and HR strategy.

A scheme of delegation is in place and the day-to-day responsibility for the provision of the services and operational management, including health and safety, rests with the Senior Management Team. They ensure that individual supervision of the staff is properly carried out to develop their skills and working methods in line with good practice.

FAMILY CARE TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 31 MARCH 2022**

Related Parties

The charity has effective working relationships with the current purchasers of its services. These include Solihull MBC which currently purchases significant services from the organisation. Additionally, services are provided to the NHS, Birmingham City Council, Warwickshire County Council, People Plus and many individual customers.

Staff members attend a variety of meetings and have developed good networking links with other charitable bodies within Solihull. This has proved invaluable to the Family Care Trust in establishing improved links within the community and identifying relevant policy developments and prospective funding.

Risk Management

The directors have a risk management strategy that comprises:

- An annual review of the operational and strategic risks the charity may face.
- Consideration of the major risks by The Senior Management Team on a quarterly basis.
- The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.
- Internal audits, which are undertaken throughout the organisation to verify quality and procedural adherence.

The outcome of each review is incorporated into the operational plans of the charity. It has been acknowledged that the difficult financial climate and the increased potential of some risks being realised needed to be reflected in the focus of Board meetings. Policies and procedures are regularly reviewed to manage risks.

Accident and incident reporting and analysis procedures are in place, and internal audit visits are made to operational centres during the year.

Objectives and activities

Principal objective of the charity is:

"To relieve the needs of people, who are vulnerable including those who have mental health illness, learning disabilities, and memory problems such as dementia, Alzheimer's and Parkinson's disease."

The charity has operated for more than 25 years, during which time it has built up an enviable reputation. This has enabled it to deliver a broad range of services to people within Solihull who require support. During the year the charity operated a day centre for those with memory problems such as dementia, Parkinson's and Alzheimer's; a community support team of workers that provide specialised domiciliary care, and services that promote independent living for disabled people in their own homes, and a community farm and gardening service that provides training in independent living for young people and adults with learning difficulties.

The charity delivers public benefit by providing relief to those in need through ill-health and/or disability. At March 2022 care was carried out to 188 service users of the charity, up from 182 in the previous year, despite having ceased to operate the Befriending Service at the end of the financial year. The directors are satisfied that they have met the requirements to report on how the charity delivers public benefit.

FAMILY CARE TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 31 MARCH 2022**

Objectives and Activities - Continued

In 2021/22 the Family Care Trust's main operational objectives and targets were:

FCT to have a minimum CQC rating of 'Good' with a drive to become an 'Outstanding' rated overall company by 2023. The CQC have not inspected the charity since September 2018, and the Senior Management Team hope there is an inspection during the 2022/23 financial year.

Ensure all staff and volunteers are well trained and competent, including practical, hands on, and e-learning training. The trust has met this target and all staff are adequately trained.

Raise the profile of the trust in the local community through a targeted marketing strategy. Progress has been made in this area, but more work is being carried out to strengthen Corporate Social Responsibility related partnerships in the local area.

Utilise reserves effectively through investments or business development opportunities. The charity continues to identify appropriate opportunities, and this is ongoing.

Generate donations of £400k, assigning most of this amount to a capital project at Newlands Bishop Farm. This objective has been met in terms of donations pledged and is ongoing.

Strategic Report

The description under the headings "Achievements and Performance" and "Financial Review" meet the company law requirements for the trustees to present a strategic report.

Achievements and performance

The charity continues to face significant challenges, though it should be noted the impact of COVID19 is decreasing as time goes by. Despite losing a modest Befriending Service with SMBC, care is still provided to those with learning disabilities, mental health conditions, and memory problems such as dementia. A key achievement is that there have been no COVID19 related deaths among clients or staff who have attended our services or units, highlighting robust infection control measures.

Financial review

Extensive annual plans are prepared to set operational objectives for key staff and departments, as well as financial budgets with targets. Performance against budget is analysed on a monthly basis, and material variances are acted upon. Cash flow is monitored daily, ensuring resources are available to cover liabilities as they are due to be settled. Budgets are updated regularly to reflect changes in risk and likely outcomes. Budgets are also prepared regularly for 'what if' scenarios to aid decision making.

In 2021/22 income increased by 36% compared to 2020/21 due to the expansion in client numbers as the organisation recovered from the COVID19 pandemic. The charity increased expenditure by 30% in the same period which reflected the increase in activity and income.

Cash decreased slightly by £7,000, but this is due to a higher debtors figure than the previous financial year. Accrued income is driven by period end dates from local authorities and collection is not a cause for concern. The balance sheet remains very robust with no long-term liabilities and excellent liquidity ratios.

The net surplus of £99,000 is an increase of £100,000 in 2021/22 compared to a net deficit of £1,000 in 2020/21. This highlights the strength of recovery since the peak of the COVID19 pandemic.

Donations and grants of £147,000 were received. This is £95,000 more than the previous financial year, and the trust thanks everyone who has ever made a donation. It makes a material impact on the ability of the charity to serve the local community.

FAMILY CARE TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Investment Policy

Under the Memorandum and Articles of Association, the charity has the power to invest in any way the directors wish.

The directors, having regard to the liquidity requirements of operating the trust, have a policy of keeping available funds in a deposit account that attracts an interest rate higher than that for the current account.

Public benefit statement

The trustees consider that the objectives of the charity meet the tests for public benefit when exercising their powers and duties. The trustees have complied with their duty to have due regard to the relevant guidance published by the Charity Commission.

Reserves policy

The trustees have considered the trust's requirements for reserves in light of the main risks facing the organisation and following the Charity Commission good practice guidelines. The trustees recognise the importance of establishing the long term financial sustainability of the trust.

The trustees are required to ensure that monies are available for each year to meet any reasonable unforeseeable contingency. They believe that an amount of at least 6 weeks operating costs which equate to £246,368 based on operating costs for the year 2021/22 will be adequate. The trust holds total reserves of £1,678,891 (2021: £1,579,704) at 31 March 2022.

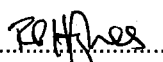
Auditor

In accordance with the company's articles, a resolution proposing that Spencer Gardner Dickins Audit LLP be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

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

 R. Hughes
.....
R Hughes
Trustee

Date: 5/12/22

FAMILY CARE TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

The trustees, who are also the directors of Family Care Trust for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the trust and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the trust and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

FAMILY CARE TRUST

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF FAMILY CARE TRUST

Opinion

We have audited the financial statements of Family Care Trust (the 'trust') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

FAMILY CARE TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF FAMILY CARE TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the trust and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the trust for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal 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 trust'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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, is detailed below.

- Enquiring of management and those charged with governance around actual and potential litigation and claims.
- Enquiring of entity staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of the charity and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.


FAMILY CARE TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF FAMILY CARE TRUST

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://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 charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Debra Knighton FCCA (Senior Statutory Auditor)
for and on behalf of Spencer Gardner Dickins Audit LLP

9 December 2022

Chartered Accountants
Statutory Auditor

3 Coventry Innovation Village
Cheetah Road
Coventry
CV1 2TL

FAMILY CARE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Restricted funds capital 2022 £	Restricted funds general 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds capital 2021 £	Restricted funds general 2021 £	Total 2021 £
<u>Income and endowments from:</u>									
Donations and legacies	3	562	122,503	24,470	147,535	74,463	9,921	42,076	126,460
Charitable activities	4	1,685,789	-	-	1,685,789	1,353,051	-	-	1,353,051
Other trading activities	5	387,197	-	-	387,197	157,486	-	-	157,486
Investments	6	61	-	-	61	147	-	-	147
Other income	7	13,792	-	-	13,792	417	-	-	417
Total income		2,087,401	122,503	24,470	2,234,374	1,585,564	9,921	42,076	1,637,561
<u>Expenditure on:</u>									
Raising funds	8	3,588	2,017	38,943	44,548	2,797	-	40,698	43,495
Charitable activities	9	2,063,240	27,399	-	2,090,639	1,569,491	25,686	-	1,595,177
Total resources expended		2,066,828	29,416	38,943	2,135,187	1,572,288	25,686	40,698	1,638,672
Net income/(expenditure) for the year/ Net movement in funds		20,573	93,087	(14,473)	99,187	13,276	(15,765)	1,378	(1,111)

FAMILY CARE TRUST

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

FOR THE YEAR ENDED 31 MARCH 2022

Net income/(expenditure) for the year/ Net movement in funds	20,573	93,087	(14,473)	99,187	13,276	(15,765)	1,378	(1,111)
Fund balances at 1 April 2021	1,119,650	438,955	21,099	1,579,704	1,106,374	454,720	19,721	1,580,815
Fund balances at 31 March 2022	16	532,042	6,626	1,678,891	1,119,650	438,955	21,099	1,579,704

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

All income and expenditure derive from continuing activities.

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

FAMILY CARE TRUST

BALANCE SHEET

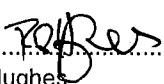
AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	12		860,872		815,481
Current assets					
Debtors	13	273,829		201,568	
Cash at bank and in hand		702,491		709,300	
		976,320		910,868	
Creditors: amounts falling due within one year	14	(158,301)		(146,645)	
Net current assets			818,019		764,223
Total assets less current liabilities			1,678,891		1,579,704
Income funds					
Income		6,626		21,099	
Capital		532,042		438,955	
Restricted funds	15		538,668		460,054
Unrestricted funds			1,140,223		1,119,650
			1,678,891		1,579,704

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

The financial statements were approved by the Trustees on 5/12/22

 R. HUGHES
R Hughes
Trustee

Company Registration No. 2982937

FAMILY CARE TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	20		121,353		113,998
Investing activities					
Purchase of tangible fixed assets		(142,014)		(80,586)	
Proceeds on disposal of tangible fixed assets		13,791		417	
Interest received		61		147	
		<hr/>		<hr/>	
Net cash used in investing activities			(128,162)		(80,022)
Financing activities					
Repayment of pension deficit		-		(23,000)	
		<hr/>		<hr/>	
Net cash used in financing activities			-		(23,000)
			<hr/>		<hr/>
Net (decrease)/increase in cash and cash equivalents			(6,809)		10,976
Cash and cash equivalents at beginning of year			709,300		698,324
			<hr/>		<hr/>
Cash and cash equivalents at end of year			702,491		709,300
			<hr/> <hr/>		<hr/> <hr/>

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Family Care Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Newlands Bishop Farm, Berry Hall Lane, Catherine De Barnes, B91 2RY.

1.1 Accounting convention

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

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have assessed the charitable company's situation. The directors have a reasonable expectation that the charitable company has adequate resources and working capital to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

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

Capital funds are restricted funds which primarily relate to capital expenditure on the farm and community garden.

Designated funds are unrestricted funds which have been set aside at the discretion of the Trustees for specific, but not legally binding purposes.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets this criteria is charged to the fund, together with a fair allocation of management and support costs.

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

1.4 Income

Income is accounted for gross in the period in which the charity is entitled to receipt, as long as it is capable of financial measurement. This includes gifts in kind, included at estimated valuation. No amounts are included in the financial statements for services donated by volunteers. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or when the donor has specified that the income is to be expended in a future period.

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

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

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Grants from the government and other agencies have been included as income from activities in furtherance of the charity's objects where these amount to a contract for services.

1.5 Expenditure

Resources expended are recognised in the period in which they are incurred. Resources expended include VAT which cannot be recovered. The majority of costs are directly attributable to specific activities. Certain shared costs are apportioned between centres.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	2% and 5% straight line basis
Leasehold land and buildings	1.25% straight line basis
Plant and equipment	20% straight line basis
Fixtures and fittings	25% straight line basis
Computers	25% straight line basis
Motor vehicles	10% straight line basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/ (expenditure) for the year.

1.7 Impairment of fixed assets

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

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the Statement of Financial Activity.

Derecognition of financial liabilities

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

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 MARCH 2022**

1 Accounting policies

(Continued)

1.10 Taxation

The charitable company is exempt from corporation tax on its charitable activities.

1.11 Employee benefits

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

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

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

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

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

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

3	Donations and legacies	Unrestricted funds		Restricted funds capital		Restricted funds general		Total Unrestricted funds		Restricted funds capital		Restricted funds general		Total	
		2022	£	2022	£	2022	£	2022	£	2021	£	2021	£	2021	£
	Donations and gifts	-		122,503		24,470		146,973		9,921		42,076		51,997	
	Government Grants	562		-		-		562		-		-		74,463	
		562		122,503		24,470		147,535		9,921		42,076		126,460	

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

3 Donations and legacies

Donations and gifts	Unrestricted funds	Restricted funds capital	Restricted funds general	Total Unrestricted funds	Restricted funds capital	Restricted funds general	Total
	2022 £	2022 £	2022 £	2021 £	2021 £	2021 £	2021 £
Solihull Round Table	-	10,000	-	-	-	-	-
AGF	-	93,500	-	-	-	-	-
Other donations	-	1,070	-	-	-	-	-
Golf Day 2021	-	9,395	-	-	-	-	-
Fizzy Tea Event	-	953	-	-	-	-	-
Curry/Quiz Night	-	2,684	-	-	-	-	-
St Helens District Church	-	782	-	-	-	-	-
Patricia Ann Buller Charitable Trust	-	1,500	-	-	-	-	-
Just Giving	-	1,589	-	-	-	-	-
A Reynolds	-	1,030	-	-	-	-	-
Awards for All	-	-	10,000	-	-	-	-
Ecclesiastical Insurance	-	-	2,000	-	-	-	-
National Lottery Heritage Fund	-	-	9,950	-	-	-	-
Think Active	-	-	2,520	-	-	-	-
TNL Community Fund	-	-	-	-	2,685	-	2,685
SMBC	-	-	-	-	7,236	7,701	14,937
Millie's Watch Charitable Trust	-	-	-	-	-	10,000	10,000
Coventry University	-	-	-	-	-	3,000	3,000
Noel & Patricia	-	-	-	-	-	3,688	3,688
ESC Lottery	-	-	-	-	-	9,780	9,780
National Lottery	-	-	-	-	-	6,907	6,907
Edwards Insurance	-	-	-	-	-	1,000	1,000
	-	122,503	24,470	-	9,921	42,076	51,997
	-	146,973	-	-	-	-	-

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

4 Charitable activities

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Local authority funded community and day care	1,034,477	830,729
Privately funded community and day care	651,312	522,322
	<u>1,685,789</u>	<u>1,353,051</u>

5 Other trading activities

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Farm and gardening income	300,833	157,486
Miscellaneous Income	84,964	-
Student placements	1,400	-
Other trading activities	<u>387,197</u>	<u>157,486</u>

6 Investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Interest receivable	<u>61</u>	<u>147</u>

7 Other income

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Net gain on disposal of tangible fixed assets	<u>13,792</u>	<u>417</u>

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

8 Raising funds

	Unrestricted funds	Restricted funds capital	Restricted funds general	Total	Unrestricted funds	Restricted funds general	Total
	2022	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£	£
Cost of generating funds	3,588	2,017	38,943	44,548	2,797	40,698	43,495

9 Charitable activities

	Charitable activities 2022	Charitable activities 2021
	£	£
Staff costs	1,448,225	1,145,224
Depreciation and impairment	85,248	71,999
Insurance	31,819	26,009
Power, light and heat	45,307	23,055
Repairs and renewals	44,637	43,050
Farm purchases	82,218	39,715
Provisions	45,671	26,454
Recruitment	3,201	763
Motor running expenses	96,005	73,717
Printing and stationery	10,083	7,695
Postage and carriage	1,090	1,465
Telephone	15,946	17,580
Computer running costs	10,903	8,990
Audit and accountancy	7,788	6,160
Other charitable expenditure	162,498	103,301
	2,090,639	1,595,177
	2,090,639	1,595,177
Analysis by fund		
Unrestricted funds	2,063,240	1,569,491
Restricted funds - capital	27,399	25,686
	2,090,639	1,595,177

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the trust during the year. (2021 - £nil)

Trustees received no expenses during the year (2021 - £nil)

11 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Day centres	13	14
Home support	40	27
Management and administration	6	5
Farm	18	19
Total	77	65

Employment costs

	2022 £	2021 £
Wages and salaries	1,320,718	1,039,789
Social security costs	85,829	68,377
Other pension costs	41,678	37,058
	1,448,225	1,145,224

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

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

12 Tangible fixed assets

	Freehold land and buildings	Leasehold land and buildings	Plant and equipment	Fixtures and fittings	Computers	Motor vehicles	Total
	£	£	£	£	£	£	£
Cost							
At 1 April 2021	643,033	197,127	95,603	195,007	28,143	152,895	1,311,808
Additions	34,698	-	12,693	34,131	3,954	56,538	142,014
Disposals	-	-	-	-	-	(42,523)	(42,523)
At 31 March 2022	677,731	197,127	108,296	229,138	32,097	166,910	1,411,299
Depreciation and impairment							
At 1 April 2021	154,906	83,591	40,868	141,581	10,192	65,189	496,327
Depreciation charged in the year	20,877	2,464	18,816	22,621	7,754	12,716	85,248
Eliminated in respect of disposals	-	-	-	-	-	(31,148)	(31,148)
At 31 March 2022	175,783	86,055	59,684	164,202	17,946	46,757	550,427
Carrying amount							
At 31 March 2022	501,948	111,072	48,612	64,936	14,151	120,153	860,872
At 31 March 2021	488,127	113,536	54,735	53,426	17,951	87,706	815,481

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

13 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	182,292	154,255
Prepayments and accrued income	91,537	47,313
	<u>273,829</u>	<u>201,568</u>

14 Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	30,269	32,233
Other taxation and social security	538	18,641
Other creditors	5,548	6,419
Accruals and deferred income	121,946	89,352
	<u>158,301</u>	<u>146,645</u>

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

15 Restricted funds

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

	Movement in funds			Movement in funds			Balance at 31 March 2022
	Balance at 1 April 2020	Incoming resources	Resources expended	Balance at 1 April 2021	Incoming resources	Resources expended	
	£	£	£	£	£	£	£
Farm equipment/building	59,156	9,921	(7,755)	61,322	-	(8,314)	53,008
Community gardening	96,438	-	(2,187)	94,251	-	(2,187)	92,064
Farm building	256,136	-	(8,178)	247,958	-	(7,803)	240,155
Other capital funds	42,990	-	(7,566)	35,424	-	(6,965)	28,459
Hampton Manor Homes Trust	19,402	-	(13,095)	6,307	-	(6,307)	-
Sports England	319	9,780	(319)	9,780	-	(9,780)	-
Millie's Watch Charitable Trust	-	10,000	(10,000)	-	-	-	-
SMBC Infection Control	-	7,701	(7,701)	-	-	-	-
Coventry Uni Sports Coaching	-	3,000	(3,000)	-	-	-	-
Noel & Patricia Sensory Garden	-	3,688	(3,688)	-	-	-	-
National Lottery Toilet block & heat exchange	-	6,907	(2,514)	4,393	-	(4,393)	-
Edwards Insurance Sports Coaching	-	1,000	(381)	619	-	(619)	-
Lambing Shed	-	-	-	-	10,000	-	10,000
Car park & cafe	-	-	-	-	112,503	(4,148)	108,355
Awards for all	-	-	-	-	10,000	(10,000)	-
Ecclesiastical Sports Coaching	-	-	-	-	2,000	(2,000)	-
National Lottery Walled Garden	-	-	-	-	9,950	(3,323)	6,627
Think Active	-	-	-	-	2,520	(2,520)	-
	<u>474,441</u>	<u>51,997</u>	<u>(66,384)</u>	<u>460,054</u>	<u>146,973</u>	<u>(68,359)</u>	<u>538,668</u>

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

15 Restricted funds

(Continued)

Farm equipment/buildings

The balance will fund future depreciation bought for the farm from specific grants and donations received.

Community gardening fund

The balance represented the donation of property and assets with which the scheme had previously operated and the balance will fund the future depreciation of the assets capitalised.

Farm Building

This represents monies towards building and equipping the training centre and tractor shed at Newlands Bishop Farm. The balance will fund the future depreciation of the assets capitalised.

Farm New Car Park & New Cafe

This represents monies towards building the car park and new cafe at the farm. The balance will fund the future depreciation of the assets.

Other capital funds

There are various separate capital funds to cover building works and transport. The balances will fund future depreciation of the relevant capital assets.

Hampton Manor Homes Trust

This represents funds received in respect of materials for the development of the woodwork barn located at Newlands Bishop Farm.

Sports England fund

This represents funds received for the provision of a structured program of tennis and multi-sports for over 60 year old users of the Blanning Day centre with physical and mental disabilities.

National Lottery

This represents monies towards provision of Toilet Block and Heat Exchange

Edwards Insurance

This represents funds received for the provision of a structured program of tennis and multi-sports for over 60 year old users of the Blanning Day Centre with physical and mental disabilities.

Awards for All

This represents funds received for the provision of a structured program over 20 weeks of a range of training, team building and multi-activity/adapted sports programme.

Ecclesiastical Sports Coaching

This represents funds received for the provision of sports coaching at Newlands Bishop Farm

National Lottery Heritage Fund Walled Garden

This represents funds received for the provision of a project revolved around the history of the Victorian Walled Garden at New Berry Hall.

Think Active Sports Coaching

This represents funds received for the provision of a structured program of a range of multi-activity/adapted sports activities at the farm over 15 weeks for about 85 people.

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

17 Operating lease commitments

At the reporting end date the trust had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	10,774	6,769
Between two and five years	14,041	5,650
In over five years	448	-
	<u>25,263</u>	<u>12,419</u>

18 Related party transactions

Transactions with related parties

During the year the trust entered into the following transactions with related parties:

The director of Flash Climbing Centre Ltd is the general manager at Family Care Trust. Costs incurred this year were £8,220 (2021: £nil). As at 31 March 2022 £nil (2021: £nil) was outstanding to Flash Climbing Centre Ltd.

The director of the George Fentham Hampton in Arden Charity is the general manager at Family Care Trust. During the year costs incurred this year were £14,370 (2021: £nil). As at 31 March 2022 £nil (2021: £nil) was outstanding to George Fentham Hampton in Arden Charity.

The managing director of David Edwards Insurance Brokers Ltd is David Edwards who acts on behalf of Family Care Trust as an insurance broker for all types of insurance that Family Care Trust may need. The charge in the year is £27,750 (2021: £19,033). As at 31 March 2022 £849 (2021: £31) was outstanding to David Edwards Insurance Brokers Ltd. There was also a restricted donation of £2,000 (2021: £1,000) given to Family Care Trust in the year. There is a closing balance on the restricted fund of £nil (2021: £619) at 31 March 2022.

FAMILY CARE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

19 Pensions

The trust pays contributions on behalf of employees into 2 pension schemes.

One is a defined contribution scheme where the costs for the accounting period amounted to £18,472 (2021 - £17,624) and at the year end the amount of employee and employers contributions outstanding was nil as was paid across in March 2022 (2021 - £2,597).

The second relates to auto enrolment. The costs for this scheme in the year were £23,002 (2021 - £19,395) of which, at the year end the total of employee and employers contributions outstanding, paid across in April 2022, was £5,489 (2021 - £3,759).

20 Cash generated from operations	2022 £	2021 £
Surplus/(deficit) for the year	99,187	(1,111)
Adjustments for:		
Investment income recognised in statement of financial activities	(61)	(147)
Gain on disposal of tangible fixed assets	(13,792)	(417)
Depreciation and impairment of tangible fixed assets	96,622	71,997
Movements in working capital:		
Increase in debtors	(72,261)	25,931
Increase in creditors	11,658	17,745
Cash generated from operations	121,353	113,998