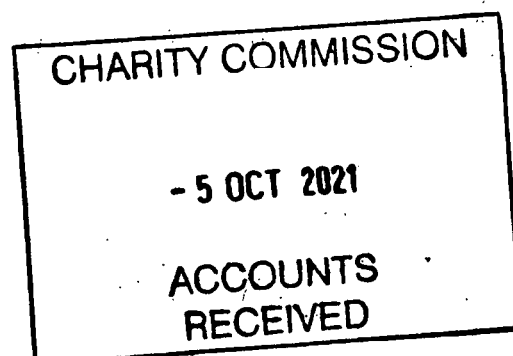


THE CHASELEY TRUST
(A Company Limited by Guarantee)

Trustees' Report and Financial Statements

For the year ended 31 December 2020



THE CHASELEY TRUST
(A Company Limited by Guarantee)

Contents

	Page
Reference and Administrative Details of the Company, its Trustees and Advisers	1
Trustees' Report	2 - 8
Independent Auditors' Report on the Financial Statements	9 - 11
Statement of Financial Activities	12
Balance Sheet	13
Statement of Cash Flows	14
Notes to the Financial Statements	15 - 32

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Reference and Administrative Details of the Company, its Trustees and Advisers
For the year ended 31 December 2020

Trustees	Tracey May (resigned as Chair and as a Trustee 31 March 2021) Gill Davies (appointed Chair 1 April 2021) Alison Eaton (appointed 9 January 2021) Susan Hurford (appointed 9 January 2021) Angus Langford (appointed 9 January 2021) Roger Musson Hilary Thomas (appointed 9 January 2021)
Company registered number	04344486
Charity registered number	1090579
Registered office	South Cliff Eastbourne East Sussex BN20 7JH
Senior management team	Lesley Standing, Chief Executive Officer (resigned 31 January 2021) Emma-Louise Rich-Spice, Chief Executive Officer (appointed 1 February 2021) Kathy Scott, Registered Manager (resigned 31 July 2021) James Bugler, Finance Co-Ordinator Jodie Cornford, Head of Fundraising
Independent auditors	Williams Giles Professional Services Ltd Chartered Accountants and Statutory Auditors 12 Conqueror Court Sittingbourne Kent ME10 5BH
Bankers	HSBC 94 Terminus Road Eastbourne East Sussex BN21 3FD
Solicitors	Heringtons 37-39 Gildredge Road Eastbourne East Sussex BN21 4RX

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Trustees' Report
For the year ended 31 December 2020

The Trustees present their annual report together with the audited financial statements of the Company for the year 1 January 2020 to 31 December 2020. The Annual Report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

The Chaseley Trust is a registered Care Home charity, regulated by The Charity Commission and the Care Quality Commission (CQC). The primary objective of the Charity is to provide care, treatment and therapeutic support, primarily, to those living or who have relatives living in East Sussex through the development and delivery of a range of services. The Trust also accepts residents from other parts of the country and has developed long-standing links with other institutions, such as Stoke Mandeville Hospital, which specialize in treatment for people with neurological disorders or diseases.

The Charity strives to maintain the legacy of our founder Dr Ludwig Guttmann, a neurologist and leading authority on the treatment and rehabilitation of spinal injuries, who believed that people should not be defined by their disabilities, and that they deserved to live a full and active life. The Care Home provides specialist care, nursing and rehabilitation support to residents with significant disabilities as a result of Acquired and Traumatic Brain Injury, spinal cord injury and neurological disabilities such as Multiple Sclerosis and Motor Neurone Disease.

Registered to admit adults over the age of 18, care packages within the Home are developed around the needs of the person entering into the care setting. Examples of the range of packages currently being delivered are:

- Health and Social Care commissioned slow stream rehabilitation for Adults over 18 with complex neurological conditions (which includes acquired and traumatic brain injury)
- Health and Social Care commissioned longer term care for people over 18 with complex neurological conditions (which include acquired and traumatic brain injury)
- Health and Social Care commissioned longer term care for people over 65 with complex physical healthcare needs
- Health and Social Care commissioned day care
- Health and Social Care and personally commissioned respite care

In addition to these services provided by the Home, Chaseley provides therapeutic resources to the local community and healthcare economy. These include:

- NHS commissioned physiotherapy service for postural assessments
- Wheelchair assessment and maintenance
- Accessible gym for residents from the local community.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the year ended 31 December 2020

Achievements and performance

a. Review of activities

The year 2020 proved to be an incomparable one as a result of the national pandemic, Covid-19. Every sector and every walk of life in the country has been affected. Care Homes have been subject to much comment in the media regarding their ability to function during Covid-19. Chaseley closed its doors to all but essential outside visitors in March 2020. Intense staff management and supervision was necessary because of social distancing. Following the introduction of testing, staff were required immediately to self-isolate at home if found to have tested positively for Covid-19. There was inevitable pressure on staffing, as the use of agency staff ceased. Chaseley had very few positive tests amongst residents and staff between the end of March until mid December. As a result of 20 residents and staff testing positive, Chaseley followed advice and direction from Public Health England from there on and followed the guidance of Infection, Prevention and Control. Twice weekly testing has become a necessity. Two residents died of Covid, a figure remarkably low compared to many other Care Homes and in view of the care complexity of Chaseley's residents.

During 2020 occupancy averaged 93 per cent (51 of 55 registered beds occupied), importantly providing regular income for maintaining the Charity's operational activities.

Total Income increased by £363k (7.4%) to £5,266k with Nursing and Care revenue increasing by £197k (4.1%) and Grants increasing by £186k, but with effective cost controls in place throughout the year Total Expenditure increased by only £51k (1.0%) to £4,897k. The overall surplus for the year was £369k compared to £57k in 2019. Further details are given in the Financial Review section below.

During 2020 the continuing focus was to ensure that the cost of care was aligned to the changing complexity of residents' care needs, and that the Trust's management ensured value for money from its suppliers. However, the practical consequences of Covid-19 have impacted on many areas of expenditure.

Staff turnover for 2020 was higher than the national average for the sector at 50.8 per cent, with support worker figures being noted as the highest within the Home's staffing structure. Many left because of personal health problems as a result of the heavy pressure of working during the Pandemic. Management introduced incentives and gifts to lift morale and spirits.

There were no visits from CQC during 2020. However, senior management, under the leadership of Lesley Standing, remained in regular contact, and despite the demands made by Covid-19, have continued work to improve Chaseley's rating in 2019 as 'Requires improvement' with an action plan to manage areas of noncompliance and to ensure that the Home meets required standards by strengthening systems and procedures. However, the Emergency Support Framework, an initiative under the aegis of CQC, carried remote inspections in 2020 (via telephone) and found that there were no areas highlighted for improvement.

Lesley Standing, for personal reasons, gave notice at the end of September of her intention to retire at the end of 2020. Following negotiation with the Trustees, she remained on a part-time basis through January 2021 to give support to the Registered Manager until the new CEO began employment at Chaseley. The Trustees advertised for a new CEO, and on 1 February 2021, Emma Rich-Spice, who had previous experience of managing Care Homes in East Sussex, began work as CEO.

The Trustees meet four times per year. But as a result of Covid-19, the existing Trustees were able to hold only three meetings. One was held at Chaseley in June 2020, and a second in a nearby hotel. Both meetings adhered to social distancing guidelines. From December 2020, the regulations for social distancing meant that it was not possible to meet anywhere. The third meeting was held via email, following discussions. Throughout 2020, the Trustees were in constant touch via email to discuss any issues relevant to their responsibilities.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the year ended 31 December 2020

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that they have adequate resources to continue to operate for the foreseeable future, and accordingly they continue to adopt a going concern basis in preparing the Financial Statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Principal risks and uncertainties

These are exceptionally difficult times for the economy in general and more specifically within the Health and Social Care sector. The ongoing impact of 'Brexit' in terms of being able to recruit staff from overseas is still unclear. However, dominating the entire landscape was Covid-19, which has affected Care Homes significantly, and is now widely believed to have been neglected by Government thinking and policy at the beginning of the pandemic. All efforts and concentration have had to be focused on keeping Care Homes Covid free, and that has consequences for many aspects of the functioning of a Care Home.

In 2019, Chaseley identified a reducing pool of staff resources as a possible risk, as a consequence of the uncertainties arising from Brexit. A workforce strategy was put in place to attract and keep staff, including launching apprenticeships for nurses. That strategy remains but during 2020, the emphasis was compelled to focus on contingency plans in order to ensure that key roles could be performed in the event of high numbers of staff being forced to self-isolate. As a result, during all the pressures of 2020, the Home has continued to function without risks to residents' care.

Also during 2020, funding for care, and specifically within Social Care, has been cut in real terms. In East Sussex, for 2021, the overall rise in the Community Charge specifies that within it, Social Care will receive an increase of only 1 per cent. In addition there have been delays in the implementation of the Sustainability and Transformation Partnerships (STP), which is intended to see pooled resourcing of funds to avoid service duplication and achieve better outcomes for the population

The Management Team focuses on and manages areas of risk by continuing to define the services offered and maintaining the element of specialism in the field of neurological disorder and brain injury rehabilitation. This requires an ongoing dialogue with commissioners and families about care and treatment costs

A further risk for the Trust is the fitness of the Home to provide a suitable environment for increasingly complex Care Home residents. Much of the Home is still in need of refurbishment, and to support these improvements Chaseley employed a fundraiser who was successful during 2019 in obtaining monies to support the upgrading of shower rooms and a number of smaller projects. Work on the refurbishment of shower rooms began in 2020 but had to be suspended due to Covid-19. Chaseley has now commissioned its surveyor to do a full survey of the building in order to draw up a 10-year refurbishment programme. In early 2020, the fundraiser originally employed in 2019 left and a new post holder was appointed, who has been very successful in raising funds. These foundations for fundraising for the Charity will continue to generate additional income to improve further the environment of the Home.

The Board and the Management Team has continued to look at the potential for the diversification of services and better utilization of the Home and to explore partnership / shared cost working with other providers, in particular between outpatients and the gym. Some work had been done earlier to assess the potential to develop further accommodation in the grounds but it has been set aside during the uncertainty caused by Covid. Chaseley has also demonstrated its willingness to cooperate with local partners by supporting hospital discharge of patients into Chaseley, under strict conditions of Covid control, in order to help hospitals cope with their Covid-19 capacity.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the year ended 31 December 2020

c. Reserves policy

The Trustees have reviewed the Reserves position of the Charity and have taken into consideration the assets required to provide for the long-term care of its residents, together with reasonable working capital required given their knowledge of the various funding agencies supporting the Charity. The Trustees have also made allowance to cover unforeseen circumstances.

At 31 December 2020 the Charity had Reserves of £2,684k (2019: £2,315k), of which free (Unrestricted) reserves were £804k (2019: £619k).

The Trustees are of the opinion that, in the longer term, free reserves (those reserves available for working capital, development and the provision of service) should, at a minimum, be at a level which would cover approximately nine months of the Charity's running costs. At 31 December 2020 that amounted to £3,670k (2019: £3,632k). In the shorter term the target is to achieve free reserves equivalent to three months of the costs of the Charity; at 31 December 2020 that required free reserves of £1,223k (2019: £1,211k). At £804k (2019: £619k) the free reserves are £419k below what is considered to be prudent, however the Trustees and management are confident that the shorter term target of three months costs held in free reserves can be met by the end of the 2022 financial year.

d. Profit / Loss

The net surplus for the year amounted to £369k (2019: £57k).

Nursing and Care Services income increased by £197k (4.1%) to £5,019k but with effective cost controls the related expenditure increased by only £51k (1.1%) to £4,897k.

Over the past few years one of the key targets for cost control and reduction has been to reduce the dependency on Agency staff, and this became even more important – and urgent – with the outbreak of the Covid-19 pandemic and the need to reduce the number of people entering the Home. A determined recruitment campaign resulted in a higher level of permanent staff being employed, and as a result Direct Staff Costs increased by £190k (7.3%) to £2,783k. Together with a £34k increase in Recruitment costs the impact was a cost increase of £224k, which was almost entirely offset by a £215k (44%) reduction in Agency staff Costs. Increasing permanent staff improves the continuity and standard of care.

During the year the Charity received just over £40k of Covid-related grants, helping to cover some of the additional costs being incurred.

Needless to say there were very few fundraising activities during the year and the related income for 2020 was just under £100 compared to almost £10,000 in 2019. However the new fundraiser was successful in applying for grants from grant-giving Trusts and Corporates with (non-Covid) grants received increasing by £145k to £179k, including a grant of £52,500 from the Julia and Hans Rausing Trust.

e. Material investments policy

Under the Articles of Association, the Charity has the power to invest in any way that the Trustees choose. The Trustees, having regard to the liquidity requirements of operating the Charity and to the Reserves policy, have operated a policy of keeping available funds in an interest-bearing deposit account when applicable.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the year ended 31 December 2020

Structure, governance and management

a. Constitution

The Chaseley Trust is a company limited by guarantee and not having a share capital, governed by its Articles of Association which were originally dated 21 December 2001 and which were amended on 26 April 2016.

On 1 April 2002, all of the assets, liabilities and activities of The Chaseley Trust (charity number 211714) other than property, related liabilities and funds were transferred to a new charitable company (a company limited by guarantee and not having a share capital), with charity number 1090579 and company number 4344486. Under a Uniting Direction effective from 2 July 2003 issued by the Charity Commission under Section 96(5) of the Charities Act 1993, the two organisations are combined for reporting purposes although they remain separate charities.

b. Methods of appointment or election of Trustees

No Trustee (Director for the purpose of company law) held any interest in the Company at any time during the year.

As at 31 December 2020 the Board of Trustees consisted of three members. However, as pledged in the Report for 2019, the Trustees carried out a recruitment drive in 2020 and four new Trustees were interviewed and accepted. They were:

Alison Eaton
Susan Hurford
Angus Langford
Hilary Thomas

All were appointed on 9 January, 2021 and their details lodged with Companies House and The Charity Commission.

Trustees are selected following meetings with the Chairman and other Trustees and, where applicable, undergo an orientation day to brief them on their legal obligations under Charity and Company law, the content of the Memorandum and Articles of Association, the decision-making process and the recent financial performance of the Charity.

The Trustees appoint a Chief Executive Officer to manage the day-to-day operations of the Charity. To facilitate effective operations, the Chief Executive has delegated authority with terms of delegation approved by Trustees for all operational matters including finance, employment and other related activities.

At the end of December 2020, Tracey May gave notice of her intention to step down as a Trustee and as Chair of the Trustees on March 31, 2021. She was succeeded as Chair, on April 1 2021, by Professor Gill Davies.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the year ended 31 December 2020

Structure, governance and management (continued)

c. Risk management

The Trustees have a risk management strategy relating to staff and management of Chaseley, which includes:

- Reviewing any major risks at Board meetings
- A daily 'huddle' between senior staff to discuss and plan for any problems or difficulties likely to arise
- Weekly Senior Management Team meetings to review all aspects of operations and services provided at the Home
- Weekly CEO risk and review reports to the Chair, via email or telephone
- Weekly staff meetings, encouraging staff to raise concerns and provide feedback to the CEO and the Home manager
- Monthly residents' meeting – to provide a voice for those using the Home
- Annual resident review meetings (or more frequently depending on the care package) with multi-disciplinary team members, the residents, and representatives
- External audit

d. Public benefit

The Trustees, in exercising their powers and duties, have complied with the obligations under the Charities Act 2006 to have due regard to the public benefit guidance published by the Charity Commission. In preparing the Report and Accounts the Trustees have complied with the requirements set out in that guidance to report on significant activities and achievements of the Charity in 2020. The Report is structured in such a way as to set out both the aims and objectives of the Charity and demonstrates how these were carried out for the public benefit.

Future developments

One of the key targets which had been set by Trustees several years ago was to strengthen the balance sheet by rebuilding the cash resources to a level in excess of £400,000, and to achieve the longer term aim of holding in excess of £500,000. The Trustees are pleased to report that during 2020, despite the challenging operating conditions, the cash resources increased by £444k to stand at £694k at the end of the financial year. This added financial security will allow the Charity to carry out further much-needed refurbishment and modernization over the next few years.

Funding for new equipment will be the focus for funding applications from grant-giving Trusts and Corporate donors.

The Trustees are not planning to add additional rooms to the Home in 2021 but will continue to assess the viability of such action.

Information on fundraising practices

The fundraiser appointed at the beginning of 2020 has been very successful at raising funds and making new contacts within the charitable world. The main focus was to raise funds for the shower refurbishment, specific pieces of equipment, and residents' Activities. In conjunction with this, marketing was improved, including further development of the website, engaging with Social Media and forging links with a variety of third-party websites. The fundraiser has worked with a variety of Trusts and Foundations during 2020, cooperating with them over deadlines, in recognition of the unforeseen pressures they too had come under as funders during Covid-19. All events involving the general public and friends of Chaseley had to be cancelled during 2020. Plans have already been developed and will be ready to put in place once the general situation regarding Covid becomes clearer.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the year ended 31 December 2020

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the Company for the purposes 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 . Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Companies Act 2006. 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.

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

The auditors, Williams Giles Professional Services Ltd, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on 14 September 2021 and signed on their behalf by:

Gill Davies
Chair of Trustees

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Independent Auditors' Report to the Members of The Chaseley Trust

Opinion

We have audited the financial statements of The Chaseley Trust (the 'charitable company') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 charitable company'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.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Independent Auditors' Report to the Members of The Chaseley Trust (continued)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' 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.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company 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 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 Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal 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 charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Independent Auditors' Report to the Members of The Chaseley Trust (continued)

Auditors' 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 Auditors' 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:

As part of an audit in accordance with ISAs (UK), exercise professional judgement and maintain professional scepticism through the audit. We also:

- assessed the susceptibility of the entity's financial statements to material misstatement, including how fraud might occur.
- held discussions with the client regarding their policies and procedures on compliance with laws and regulations.
- held discussions with the client regarding their policies and procedures on fraud risks, including knowledge of any actual, suspected or alleged fraud.

We consider the entity's controls effective in identifying fraud.

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

Alastair Crawford FCA (Senior Statutory Auditor)

for and on behalf of

Williams Giles Professional Services Ltd

Chartered Accountants and Statutory Auditors

12 Conqueror Court

Sittingbourne

Kent

ME10 5BH

23 September 2021

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Statement of financial activities (incorporating income and expenditure account)
For the year ended 31 December 2020

		Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	As restated Total funds 2019 £
	Note				
Income from:					
Donations and legacies	4	27,286	178,684	205,970	69,984
Charitable activities	5	4,960,889	57,966	5,018,855	4,821,613
Other trading activities	6	87	-	87	9,658
Investments	7	335	-	335	1,854
Other income	8	-	40,594	40,594	-
Total income		4,988,597	277,244	5,265,841	4,903,109
Expenditure on:					
Raising funds	9	2,689	-	2,689	3,533
Charitable activities	10	4,800,778	93,078	4,893,856	4,842,793
Total expenditure		4,803,467	93,078	4,896,545	4,846,326
Net movement in funds		185,130	184,166	369,296	56,783
Reconciliation of funds:					
Total funds brought forward as previously stated		765,772	1,695,646	2,461,418	2,389,783
Prior year adjustment	19	(146,452)	-	(146,452)	(131,600)
Total funds brought forward as restated		619,320	1,695,646	2,314,966	2,258,183
Net movement in funds		185,130	184,166	369,296	56,783
Total funds carried forward		804,450	1,879,812	2,684,262	2,314,966

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 15 to 32 form part of these financial statements.

THE CHASELEY TRUST
(A Company Limited by Guarantee)
Registered number: 04344486

Balance Sheet
As at 31 December 2020

	Note	2020 £	As restated 2019 £
Fixed assets			
Tangible assets	15	2,051,627	2,155,561
		<u>2,051,627</u>	<u>2,155,561</u>
Current assets			
Debtors	16	579,086	637,698
Cash at bank and in hand		694,176	250,661
		<u>1,273,262</u>	<u>888,359</u>
Creditors: amounts falling due within one year	17	(640,627)	(682,197)
Net current assets		<u>632,635</u>	<u>206,162</u>
Total assets less current liabilities		<u>2,684,262</u>	<u>2,361,723</u>
Creditors: amounts falling due after more than one year	18	-	(46,757)
Total net assets		<u><u>2,684,262</u></u>	<u><u>2,314,966</u></u>
Charity funds			
Restricted funds	20	1,879,812	1,695,646
Unrestricted funds	20	804,450	619,320
Total funds		<u><u>2,684,262</u></u>	<u><u>2,314,966</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees on 14 September 2021 and signed on their behalf by:

Gill Davies
Chair of Trustees

The notes on pages 15 to 32 form part of these financial statements.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Statement of Cash Flows
For the year ended 31 December 2020

	Note	2020 £	2019 £
Cash flows from operating activities			
Net cash used in operating activities	23	672,064	158,437
Cash flows from investing activities			
Dividends, interests and rents from investments		335	1,854
Purchase of tangible fixed assets		(19,524)	(30,100)
Net cash used in investing activities		(19,189)	(28,246)
Cash flows from financing activities			
Repayments of borrowing		(209,360)	(204,622)
Net cash used in financing activities		(209,360)	(204,622)
Change in cash and cash equivalents in the year		443,515	(74,431)
Cash and cash equivalents at the beginning of the year		250,661	325,092
Cash and cash equivalents at the end of the year	24	694,176	250,661

The notes on pages 15 to 32 form part of these financial statements

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

1. General information

The Chaseley Trust is an incorporated charitable Company, limited by guarantee, which is incorporated in England and Wales with the registration number 04344486.

The registered office is The Chaseley Trust, South Cliff, Eastbourne, East Sussex, BN20 7JH.

The charitable objectives are disclosed in the Trustees' Report.

The members of the Company are the Trustees named on page 1. In the event of the Company being wound up, the liability in respect of the guarantee is limited to £1 per member of the Company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Chaseley 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.

2.2 Going concern

The Trustees have reviewed the budgets and associated cashflow for a period of twelve months from the date of the approval of the financial statements, as prepared by management.

The surplus achieved during 2020 has resulted in an increase in the Company's net current assets as at 31 December 2020. Forecasts and results to date in 2021 continue to show a surplus position.

As such the Trustees feel the Trust will be able to meet its liabilities as they fall due, and to continue as a going concern.

Whilst the impact of the Covid-19 pandemic has been assessed by the trustees, so far as is reasonably possible, due to its unprecedented impact on the worldwide economy it is difficult to evaluate with any certainty the potential outcomes on the charity's future activities. However, taking into consideration the charity's level of reserves and actions they have undertaken, the Trustees believe that the charity will be able to continue in operational existence for the foreseeable future.

On this basis the Trustees consider it appropriate to prepare the Financial Statements on a going concern basis. Accordingly, these Financial Statements do not include any adjustments to the carrying amounts and classification of assets and liabilities that may arise if the Company was unable to continue as a going concern.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

2. Accounting policies (continued)

2.3 Income

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor is used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the Company's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the Company which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Income including accommodation and respite income is recognised when receivable. Any related tax credits are accounted for when received.

Voluntary income including donations, gifts and legacies are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when:

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

Investment income is recognised on a receivable basis.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

2. Accounting policies (continued)

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the Company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the Company and compliance with constitutional and statutory requirements.

Expenditure on raising funds includes all expenditure incurred by the Company to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Company; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 Taxation

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

2.7 Tangible fixed assets and depreciation

Tangible fixed assets costing £2,000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition are included in the measurement of cost.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

2. Accounting policies (continued)

2.7 Tangible fixed assets and depreciation (continued)

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold property	- Straight line over 25 years
Motor vehicles	- Straight line over 5 years
Fixtures and fittings	- Straight line over 10 years
Computer equipment	- Straight line over 3 years
Other fixed assets	- Straight line over 5 years

2.8 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.9 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.11 Financial instruments

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

2.12 Operating leases

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

2.13 Pensions

The Company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Company to the fund in respect of the year.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

2. Accounting policies (continued)

2.14 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

3. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Critical areas of judgment:

Depreciation charge against carrying value of fixed assets.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

4. Income from donations and legacies

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Donations	27,286	-	27,286	36,484
Grants	-	178,684	178,684	33,500
	<u>27,286</u>	<u>178,684</u>	<u>205,970</u>	<u>69,984</u>
<i>Total 2019</i>	<u>69,984</u>	<u>-</u>	<u>69,984</u>	

5. Income from charitable activities

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Nursing and care services	4,960,889	57,966	5,018,855	4,821,613
	<u>4,960,889</u>	<u>57,966</u>	<u>5,018,855</u>	
<i>Total 2019</i>	<u>4,799,338</u>	<u>22,275</u>	<u>4,821,613</u>	

6. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Fundraising income	87	87	9,658
	<u>87</u>	<u>87</u>	
<i>Total 2019</i>	<u>9,658</u>	<u>9,658</u>	

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

7. Investment income

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Investment income	335	335	1,854
<i>Total 2019</i>	<i>1,854</i>	<i>1,854</i>	

8. Other incoming resources

	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
COVID-19 Grants	40,594	40,594	-

9. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Fundraising costs	2,689	-	2,689	3,533
<i>Total 2019</i>	<i>1,584</i>	<i>1,949</i>	<i>3,533</i>	

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

10. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Nursing and care services	4,800,778	93,078	4,893,856	4,842,793
	<u>4,800,778</u>	<u>93,078</u>	<u>4,893,856</u>	<u>4,842,793</u>
<i>Total 2019</i>	<u>4,842,793</u>	<u>-</u>	<u>4,842,793</u>	

11. Analysis of expenditure by activities

	Activities undertaken directly 2020 £	Support costs 2020 £	Total funds 2020 £	Total funds 2019 £
Nursing and care services	2,783,244	2,110,612	4,893,856	4,842,793
	<u>2,783,244</u>	<u>2,110,612</u>	<u>4,893,856</u>	<u>4,842,793</u>
<i>Total 2019</i>	<u>2,593,608</u>	<u>2,249,185</u>	<u>4,842,793</u>	

Analysis of direct costs

	Nursing and care services 2020 £	Total funds 2020 £	Total funds 2019 £
Staff costs	2,783,244	2,783,244	2,593,608
	<u>2,783,244</u>	<u>2,783,244</u>	<u>2,593,608</u>
<i>Total 2019</i>	<u>2,593,608</u>	<u>2,593,608</u>	

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

11. Analysis of expenditure by activities (continued)

Analysis of support costs

	Nursing and care services 2020 £	Total funds 2020 £	Total funds 2019 £
Staff costs	825,577	825,577	790,983
Depreciation	113,644	113,644	145,655
Medical and nursing	162,007	162,007	132,666
Catering and housekeeping	148,925	148,925	137,766
Premises costs, maintenance and security	341,896	341,896	371,893
Miscellaneous	39,151	39,151	42,194
Bad debt expense	-	-	9,176
Advertising and marketing	5,830	5,830	4,089
Motor vehicle costs	3,585	3,585	3,034
Travel and entertainment	2,051	2,051	2,179
Printing and stationery	12,762	12,762	13,365
Phones and IT	74,031	74,031	52,654
Agency costs	269,233	269,233	484,255
Subscriptions	13,734	13,734	10,499
Bank charges	12,655	12,655	12,356
Interest charges	3,641	3,641	10,023
Professional fees	6,369	6,369	10,112
Recruitment fees	37,868	37,868	3,646
Loss on disposal of fixed assets	9,814	9,814	-
Life insurance scheme	15,133	15,133	-
Governance costs	12,706	12,706	12,640
	<u>2,110,612</u>	<u>2,110,612</u>	<u>2,249,185</u>
<i>Total 2019</i>	<u>2,249,185</u>	<u>2,249,185</u>	

12. Auditors' remuneration

	2020 £	2019 £
Fees payable to the Company's auditor for the audit of the Company's annual accounts	8,000	8,000
Fees payable to the Company's auditor in respect of:		
All non-audit services not included above	<u>2,500</u>	<u>2,500</u>

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

13. Staff costs

	2020 £	As restated 2019 £
Wages and salaries	3,246,181	3,048,541
Social security costs	268,113	262,528
Contribution to defined contribution pension schemes	94,527	73,522
	<u>3,608,821</u>	<u>3,384,591</u>

The average number of persons employed by the Company during the year was as follows:

	2020 No.	2019 No.
Provision of services	<u>149</u>	<u>149</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2020 No.	2019 No.
In the band £80,001 - £90,000	1	1

The key management personnel of the Company comprise the Trustees and the Senior Management Team as listed on page 1. The total amount of employee benefits received by key management personnel for their services to the Company was £185,480 (2019 - £225,178).

Nursing posts are in short supply both locally and nationally, with the result that Trustees offer rates of pay 10% on top of those offered by similar services elsewhere by the Nursing/Care Homes along the South Coast.

Trustees consider this rate of pay essential as the care offered is for those with high dependency needs and prioritises nursing as an essential element of each care package.

All nursing staff are registered with NMC and all staff are enhanced level DBS checked prior to commencing employment.

14. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 December 2020, no Trustee expenses have been incurred (2019 - £NIL).

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

15. Tangible fixed assets

	Freehold property £	Motor vehicles £	Fixtures and fittings £	Computer equipment £	Other fixed assets £	Total £
Cost or valuation						
At 1 January 2020	3,087,557	108,545	497,966	146,060	1,126,491	4,966,619
Additions	-	-	19,524	-	-	19,524
Disposals	-	-	-	(11,410)	(16,433)	(27,843)
At 31 December 2020	<u>3,087,557</u>	<u>108,545</u>	<u>517,490</u>	<u>134,650</u>	<u>1,110,058</u>	<u>4,958,300</u>
Depreciation						
At 1 January 2020	1,053,637	108,545	437,604	131,589	1,079,683	2,811,058
Charge for the year	73,095	-	18,878	5,339	16,332	113,644
On disposals	-	-	-	(9,412)	(8,617)	(18,029)
At 31 December 2020	<u>1,126,732</u>	<u>108,545</u>	<u>456,482</u>	<u>127,516</u>	<u>1,087,398</u>	<u>2,906,673</u>
Net book value						
At 31 December 2020	<u>1,960,825</u>	<u>-</u>	<u>61,008</u>	<u>7,134</u>	<u>22,660</u>	<u>2,051,627</u>
At 31 December 2019	<u>2,033,920</u>	<u>-</u>	<u>60,362</u>	<u>14,471</u>	<u>46,808</u>	<u>2,155,561</u>

Included in land and buildings is freehold land at valuation of £1,250,000 (2019 - £1,250,000).

Freehold property was valued by the Trustees at 31 March 1995 on the basis of retained records and insurance values. A subsequent valuation in 2016 valued the property at £3,500,000.

All of the tangible fixed assets are used for direct charitable purposes.

16. Debtors

	2020 £	2019 £
Due within one year		
Trade debtors	500,056	562,179
Other debtors	17,810	14,863
Prepayments and accrued income	61,220	60,656
	<u>579,086</u>	<u>637,698</u>

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

17. Creditors: Amounts falling due within one year

	2020 £	<i>As restated</i> 2019 £
Bank loans	52,040	214,643
Trade creditors	132,373	99,349
Other taxation and social security	66,155	66,020
Other creditors	47,728	40,119
Accruals and deferred income	342,331	262,066
	<u>640,627</u>	<u>682,197</u>
	2020 £	2019 £
Deferred income at 1 January 2020	86,091	80,450
Resources deferred during the year	91,215	86,091
Amounts released from previous periods	(86,091)	(80,450)
Deferred income at 31 December 2020	<u>91,215</u>	<u>86,091</u>

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

18. Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Bank loans	-	46,757
	<u> </u>	<u> </u>

Included within the above are amounts falling due as follows:

	2020 £	2019 £
Between one and two years		
Bank loans	-	46,757
	<u> </u>	<u> </u>

The Chaseley Trust has a 12 year term loan with HSBC which was used to finance the purchase of the "Sidings" bungalows.

Capital repayments on the mortgage commenced in 2011.

Security schedule

First Legal Mortgage over the freehold property of The Chaseley Trust Limited known as South Cliff, Eastbourne, East Sussex.

Debenture comprising fixed and floating charges over all the assets and undertakings of the Borrower including all present and future freehold and leasehold property, book and other debts, chattels, goodwill and uncalled capital, both present and future.

19. Prior year adjustments

The four-weekly payroll which crosses the year end had not previously been recorded on an accruals basis, year on year movement had historically been immaterial. In the current year additional employees were transferred to the four-weekly payroll and the movement on the necessary accrual has therefore become material.

Due to the historic issue, an adjustment has been made through the year ended 31 December 2018 to correct the reserves b/fwd. This has led to a restatement of prior period figures which has had the following effect on the comparative figures.

The opening fund balances have decreased by £131,600 from £2,389,783 to £2,258,183. Expenditure has increased by £14,852 from £4,831,474 as originally stated to £4,846,326. The surplus for the prior period, £71,635, has reduced to £56,783. The total wage costs (Note 13) have increased from £3,369,739 as originally stated to £3,384,591. Accruals and deferred income (Note 17) have increased from £115,614 as originally stated to £262,066.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

20. Statement of funds

Statement of funds - current year

	As restated Balance at 1 January 2020 £	Income £	Expenditure £	Balance at 31 December 2020 £
Unrestricted funds				
Designated funds				
Designated Funds	90,500	-	-	90,500
General funds				
General Funds	528,820	4,988,597	(4,803,467)	713,950
Total Unrestricted funds	619,320	4,988,597	(4,803,467)	804,450
Restricted funds				
Lottery Funding	40,854	-	-	40,854
The Chaseley Trust - 1090579	75,907	-	-	75,907
The Chaseley Trust - 211714	1,174,093	-	(9,814)	1,164,279
Diamond Jubilee Appeal Fund	262,549	-	-	262,549
The Soldiers' Charity (Army Benevolent Fund)	117,018	-	-	117,018
Queen Mary's Roehampton Trust	25,225	-	-	25,225
COVID-19 Funding	-	90,408	(79,148)	11,260
Core Services Funding	-	115,351	(1,121)	114,230
Shower Room Funding	-	71,485	(2,995)	68,490
	1,695,646	277,244	(93,078)	1,879,812
Total of funds	2,314,966	5,265,841	(4,896,545)	2,684,262

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

20. Statement of funds (continued)

Statement of funds - prior year

	<i>As restated Balance at 1 January 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>As restated Balance at 31 December 2019 £</i>
Unrestricted funds				
Designated funds				
Designated Funds	90,500	-	-	90,500
	<hr/>	<hr/>	<hr/>	<hr/>
General funds				
General Funds	492,363	4,880,834	(4,844,377)	528,820
	<hr/>	<hr/>	<hr/>	<hr/>
Total Unrestricted funds	582,863	4,880,834	(4,844,377)	619,320
	<hr/>	<hr/>	<hr/>	<hr/>
Restricted funds				
Lottery Funding	20,528	22,275	(1,949)	40,854
The Chaseley Trust - 1090579	75,907	-	-	75,907
The Chaseley Trust - 211714	1,174,093	-	-	1,174,093
Diamond Jubilee Appeal Fund	262,549	-	-	262,549
The Soldiers' Charity (Army Benevolent Fund)	117,018	-	-	117,018
Queen Mary's Roehampton Trust	25,225	-	-	25,225
	<hr/>	<hr/>	<hr/>	<hr/>
	1,675,320	22,275	(1,949)	1,695,646
	<hr/>	<hr/>	<hr/>	<hr/>
Total of funds	2,258,183	4,903,109	(4,846,326)	2,314,966
	<hr/>	<hr/>	<hr/>	<hr/>

The specific purposes for which funds are to be applied are as follows:

Unrestricted funds are applied to the general work of the Charity to support activities.

Restricted funds are applied specifically in accordance with the rules of each grant.

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

21. Summary of funds

Summary of funds - current year

	As restated Balance at 1 January 2020 £	Income £	Expenditure £	Balance at 31 December 2020 £
Designated funds	90,500	-	-	90,500
General funds	528,820	4,988,597	(4,803,467)	713,950
Restricted funds	1,695,646	277,244	(93,078)	1,879,812
	<u>2,314,966</u>	<u>5,265,841</u>	<u>(4,896,545)</u>	<u>2,684,262</u>

Summary of funds - prior year

	As restated Balance at 1 January 2019 £	Income £	Expenditure £	As restated Balance at 31 December 2019 £
Designated funds	90,500	-	-	90,500
General funds	492,363	4,880,834	(4,844,377)	528,820
Restricted funds	1,675,320	22,275	(1,949)	1,695,646
	<u>2,258,183</u>	<u>4,903,109</u>	<u>(4,846,326)</u>	<u>2,314,966</u>

22. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	406,649	1,644,978	2,051,627
Current assets	397,801	875,461	1,273,262
Creditors due within one year	-	(640,627)	(640,627)
Total	<u>804,450</u>	<u>1,879,812</u>	<u>2,684,262</u>

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

22. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior period

	<i>As restated Unrestricted funds 2019 £</i>	<i>Restricted funds 2019 £</i>	<i>As restated Total funds 2019 £</i>
Tangible fixed assets	459,915	1,695,646	2,155,561
Current assets	888,359	-	888,359
Creditors due within one year	(682,197)	-	(682,197)
Creditors due in more than one year	(46,757)	-	(46,757)
Total As restated	<u>619,320</u>	<u>1,695,646</u>	<u>2,314,966</u>

23. Reconciliation of net movement in funds to net cash flow from operating activities

	2020 £	2019 £
Net income for the period (as per Statement of Financial Activities)	<u>369,296</u>	<u>56,783</u>
Adjustments for:		
Depreciation charges	113,644	145,655
Dividends, interests and rents from investments	(335)	(1,854)
Loss on disposal of fixed assets	9,814	-
Decrease/(increase) in debtors	68,606	(40,207)
Increase/(decrease) in creditors	121,033	(1,940)
Decrease in bad debt provision	(9,994)	-
Net cash provided by operating activities	<u>672,064</u>	<u>158,437</u>

24. Analysis of cash and cash equivalents

	2020 £	2019 £
Cash in hand	694,176	250,661
Total cash and cash equivalents	<u>694,176</u>	<u>250,661</u>

THE CHASELEY TRUST
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the year ended 31 December 2020

25. Analysis of changes in net debt

	At 1 January 2020 £	Cash flows £	At 31 December 2020 £
Cash at bank and in hand	250,661	443,515	694,176
Debt due within 1 year	(214,643)	162,603	(52,040)
Debt due after 1 year	(46,757)	46,757	-
	<u>(10,739)</u>	<u>652,875</u>	<u>642,136</u>

26. Operating lease commitments

At 31 December 2020 the Company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2020 £	2019 £
Not later than 1 year	18,682	26,366
Later than 1 year and not later than 5 years	30,282	47,238
Later than 5 years	-	1,726
	<u>48,964</u>	<u>75,330</u>

The following lease payments have been recognised as an expense in the Statement of Financial Activities:

	2020 £	2019 £
Operating lease rentals	<u>28,452</u>	<u>25,691</u>

27. Related party transactions

The Company has not entered into any related party transaction during the year, nor are there any outstanding balances owing between related parties and the Company at 31 December 2020.

28. Transfer of assets, liabilities and activities

As described in the Trustees' Report, all the assets, liabilities and activities of The Chaseley Trust (charity no 211714) other than the property and related liabilities and funds were transferred to this entity, a new charitable company (a company limited by guarantee and not having a share capital - charity no 1090579, company no 4344486), on 1 April 2002.