

Charity registration number 1118555

Company registration number 05957410 (England and Wales)

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

STAPELY JEWISH CARE HOME LIMITED

T/A STAPELY JEWISH CARE HOME

LEGAL AND ADMINISTRATIVE INFORMATION

| | |
|--------------------------|--|
| Trustees | Mr P Ettinger Mr R Ettinger |
| Charity number | 1118555 |
| Company number | 05957410 |
| Principal address | 27 Allerton Drive Liverpool L18 6HH |
| Registered office | North Mossley Hill Road Liverpool L18 8BR |
| Auditor | Bennett Verby Limited 7 St Petersgate Stockport |
| Bankers | Barclays Bank plc 164 Allerton Road Mossley Hill Liverpool Merseyside L18 2DH |
| Solicitors | Aaron & Partners 5 - 7 Grosvenor Court Foregate Street Chester CH1 1HG |

STAPELY JEWISH CARE HOME LIMITED

T/A STAPELY JEWISH CARE HOME

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STAPELY JEWISH CARE HOME LIMITED

T/A STAPELY JEWISH CARE HOME

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Trustees present their annual report and financial statements for the year ended 31 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 charity'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).

Objectives and activities

The charity's objects are to provide nursing and residential care for older Jewish people within the local community. The policies adopted in furtherance of these objects are the provision of high quality care on a one to one basis and there has been no change in these during the year.

The charity seeks to generate additional income from a range of sources to contribute towards the operating costs compared to core net income from the home.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake with regards to providing a public benefit.

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

We have continued to make good progress on our very clearly defined objectives that have been established for the future services supplied by Stapely Jewish Care Home to the local Jewish and wider communities. Our clear vision for the way forward is now well established. Our main objective is to offer exceptional care in an exceptional environment.

The Charity has recovered well from the inspection by the Care Quality Commission in April 2018 which saw the charity placed under special measures. We have worked tirelessly to improve the standards of care provided in light of this review and we are pleased to report that the latest inspection in April 2021 saw significant improvement. The charity is now classed as Good with requiring improvement in only one area, and we continue to work to achieve the high standards we aim to provide.

We are proud of the level of care our wonderful staff offer to all of our residents, patients and their families, and now we are proceeding to match the environment with the level of care supplied. The future objective is to create a retirement village complex on the site, offering a full service-led environment to enable residents to move from self-sufficiency to full nursing care where necessary, without having to move from their home. This is now in progress and with the successful completion of a cinema complex.

Financial review

The results for the year are set out on page 8.

The principal funding comes from residents in the nursing and residential home with additional voluntary income received from a wide range of sources including donations, appeals and legacies.

Total incoming resources for the year ended 31 March 2022 were £2,133,389 (2021: £2,311,471).

The total reserves at the year end stood at £1,923,070 (2021: £1,748,680). This includes a restricted fixed asset fund of £76,206 (2021 - £80,409) relating to assets of the charity which are not available for general purposes.

A financial review takes place monthly with strategic matters and day to day functions discussed. A close liaison with our financial and legal advisors to receive and deal with management information is a consistent modus operandi for the trustees and the efficient and proactive functioning of the business of the charity.

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)
(CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The reserves policy for the charity is to strive to build up the reserves from donations and legacies. There is a clear objective to achieve this to enable the future development of Stapely Jewish Care Home and its infrastructure to enable us to offer the best possible care, in the best possible environment for our residents, patients, their families and friends and our wonderful and dedicated staff.

Risk management

The Trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The risk management strategy includes :

- A review of the principal risks and uncertainties that the charity faces.
- The establishment of policies, systems and procedures to mitigate those risks
- The implementation of procedures designed to minimise or manage any potential impact on the charity should those risks materialise.

This work has identified that financial sustainability is the major risk for the charity. A key element in the management of financial risk is a regular review of available liquid funds to settle debts as they fall due, regular liaison with the bank and active management of trade debtor and creditor balances to ensure sufficient working capital by the company.

Attention has also been focused on non-financial risks arising from fire, health and safety and food hygiene. These risks are managed by ensuring accreditation is up to date, having policies and procedures in place, and regular awareness training for staff working in these operational areas.

The trustees have a duty to identify and review the risks to which the care home is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The Trustees are seeking to enhance the financial and organisational resilience of the company, primarily by budgeting for ongoing operating surpluses each year and keeping under review the company's long term financing requirements, as well as by actively monitoring the likely regulatory and operational developments, in order to be able to respond appropriately and to continue to provide broadly its current range of services and activities over the medium / long term.

Structure, governance and management

The charity is controlled by its governing document, the memorandum and articles of association dated 5 October 2006. The charity constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr P Ettinger

Mr R Ettinger

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)
(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

The trustees will only consider the appointment of new trustees where they believe the addition of any new trustee can considerably add to the expertise and experience in the particular chosen area of the charity's area of business. The trustees are the sole decision makers where the appointment of any new trustees are considered.

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Day to day operations are managed by S Smith (senior manager) and overseen by P Ettinger (trustee)

The executives meet weekly and consider reports presented by the Administrator on the operations and performance of the home which enables them to make decisions in a timely and effective manner on the operations and strategic direction of the charity.

A specialised induction and training policy for possible new trustees where they may be appointed from time to time in the future is in place. Only specified individuals who hold specific experience in the fields associated directly with the service sector within which Stapely Jewish Care Home operates, will be considered for trusteeship.

Auditor

The auditor, Bennett Verby Limited, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

Key management personnel

The key management of the charity are considered to be the trustees Mr P Ettinger and Mr R Ettinger and the senior manager Mrs Shirley Smith.

Plans for future periods

The trustees main plan is to continue to look to improve the standard of care, increase the unrestricted reserves and drive efficiencies throughout the charity.

The Trustees are seeking to enhance the financial and organisational resilience of the company, primarily by budgeting for ongoing operating surpluses each year and keeping under review the company's long term financing requirements, as well as by actively monitoring the likely regulatory and operational developments, in order to be able to respond appropriately and to continue to provide broadly its current range of services and activities over the medium / long term.

The Trustees' report, including the strategic report, was approved by the Board of Trustees.

Mr P Ettinger

Trustee

22 December 2022

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 MARCH 2022

The Trustees, who are also the directors of Stapely Jewish Care Home Limited 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 charity 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 charity 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 charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the charity and financial information included on the Charity Commission and charity's website. Legislation in the United Kingdom governing the preparation and dissemination of accounts may differ from legislation in other jurisdictions.

STAPELY JEWISH CARE HOME LIMITED

T/A STAPELY JEWISH CARE HOME

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF STAPELY JEWISH CARE HOME LIMITED

Opinion

We have audited the financial statements of Stapely Jewish Care Home Limited (the 'charity') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 charity'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 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.

Matters on which we are required to report by exception

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

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

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF STAPELY JEWISH CARE HOME LIMITED

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the charity 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the 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

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

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

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

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.

We identified laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge of the business.

We focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, taxation legislation, data protection and anti bribery.

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.

This report is made solely to the charity's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Bennett Verby Limited

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Chartered Accountants
Statutory Auditor

7 St Petersgate
Stockport
SK1 1EB

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

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2022

| | | Unrestricted funds 2022 £ | Restricted funds 2022 £ | Total 2022 £ | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total 2021 £ |
|---|-----------|------------------------------------|----------------------------------|--------------------|------------------------------------|----------------------------------|--------------------|
| Notes | | | | | | | |
| <u>Income and endowments from:</u> | | | | | As restated | As restated | As restated |
| Donations and legacies | 3 | 486,011 | - | 486,011 | 540,170 | - | 540,170 |
| Charitable activities | 4 | 1,647,377 | - | 1,647,377 | 1,771,301 | - | 1,771,301 |
| Total income | | <u>2,133,388</u> | <u>-</u> | <u>2,133,388</u> | <u>2,311,471</u> | <u>-</u> | <u>2,311,471</u> |
| <u>Expenditure on:</u> | | | | | | | |
| Raising funds | 5 | - | - | - | 731 | - | 731 |
| Charitable activities | 6 | 1,909,027 | 4,203 | 1,913,230 | 2,040,150 | 4,203 | 2,044,353 |
| Expenditure on raising funds | 10 | 45,768 | - | 45,768 | 39,093 | - | 39,093 |
| Total resources expended | | <u>1,954,795</u> | <u>4,203</u> | <u>1,958,998</u> | <u>2,079,974</u> | <u>4,203</u> | <u>2,084,177</u> |
| Net income/(expenditure) for the year/ | | | | | | | |
| Net movement in funds | | 178,593 | (4,203) | 174,390 | 231,497 | (4,203) | 227,294 |
| Fund balances at 1 April 2021 | | <u>1,668,271</u> | <u>80,409</u> | <u>1,748,680</u> | <u>1,436,774</u> | <u>84,612</u> | <u>1,521,386</u> |
| Fund balances at 31 March 2022 | | <u>1,846,864</u> | <u>76,206</u> | <u>1,923,070</u> | <u>1,668,271</u> | <u>80,409</u> | <u>1,748,680</u> |

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.

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
BALANCE SHEET
AS AT 31 MARCH 2022

| | Notes | 2022 £ | £ | 2021 £ | £ |
|--|-------|------------------|------------------|------------------|------------------|
| Fixed assets | | | | | |
| Tangible assets | 11 | | 340,563 | | 403,261 |
| Current assets | | | | | |
| Stocks | 12 | 18,656 | | 13,516 | |
| Debtors | 13 | 2,342,825 | | 2,156,985 | |
| Cash at bank and in hand | | 16,797 | | 17,292 | |
| | | <u>2,378,278</u> | | <u>2,187,793</u> | |
| Creditors: amounts falling due within one year | 15 | <u>(499,014)</u> | | <u>(335,807)</u> | |
| Net current assets | | | 1,879,264 | | 1,851,986 |
| Total assets less current liabilities | | | 2,219,827 | | 2,255,247 |
| Creditors: amounts falling due after more than one year | 16 | | (296,757) | | (506,567) |
| Net assets | | | <u>1,923,070</u> | | <u>1,748,680</u> |
| Income funds | | | | | |
| Restricted funds | 18 | 76,206 | | 80,409 | |
| Unrestricted funds | | 1,846,864 | | 1,668,271 | |
| | | <u>1,923,070</u> | | <u>1,748,680</u> | |

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

The financial statements were approved by the Trustees on 22 December 2022

Mr P Ettinger
Trustee

Company registration number 05957410

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2022

| | Notes | 2022 £ | £ | 2021 £ | £ |
|---|-------|-----------|----------|-----------|-----------|
| Cash flows from operating activities | | | | | |
| Cash generated from/(absorbed by) operations | 24 | | 9,663 | | (371,997) |
| Investing activities | | | | | |
| Purchase of tangible fixed assets | | - | | (12,503) | |
| Net cash used in investing activities | | | - | | (12,503) |
| Financing activities | | | | | |
| Repayment of borrowings | | (17,543) | | (90,687) | |
| Proceeds of new bank loans | | 100,000 | | 500,000 | |
| Repayment of bank loans | | (118,721) | | - | |
| Net cash (used in)/generated from financing activities | | | (36,264) | | 409,313 |
| Net (decrease)/increase in cash and cash equivalents | | | (26,601) | | 24,813 |
| Cash and cash equivalents at beginning of year | | | 3,023 | | (21,790) |
| Cash and cash equivalents at end of year | | | (23,578) | | 3,023 |
| Relating to: | | | | | |
| Cash at bank and in hand | | | 16,797 | | 17,292 |
| Bank overdrafts included in creditors payable within one year | | | (40,375) | | (14,269) |

STAPELY JEWISH CARE HOME LIMITED

T/A STAPELY JEWISH CARE HOME

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Stapely Jewish Care Home Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is North Mossley Hill Road, Liverpool, L18 8BR.

1.1 Accounting convention

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

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

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

1.2 Prior period error

The charity has identified a prior year adjustment to restate the 2021 figures as a result of a fundamental error identified. The comparative figures have been restated accordingly. Full details of the nature and amount of each adjustment can be found in note 26.

1.3 Going concern

These accounts are prepared on the going concern basis. The Trustees have a reasonable expectation that the charity will continue in operational existence for the foreseeable future.

The charity manages its day to day working capital requirements through its cash reserves and banking facilities. In addition, the company retains the support of its bankers who have not called in the facilities in spite of a breach in the loan covenants and remain committed to continuing this support in the foreseeable future.

The trustees believe that the going concern basis is still applicable, having reviewed projections and cash flow forecasts, as they believe that the company will have sufficient finances to meet its future obligations as and when they fall due.

1.4 Charitable funds

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

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

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

1.5 Income

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

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

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charity 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.

1.6 Expenditure

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Expenses include VAT where applicable as the company cannot reclaim it.

1.7 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:

| | |
|--------------------------------|----------------------|
| Plant and machinery | 20% straight line |
| Fixtures, fittings & equipment | 15% reducing balance |
| Motor vehicles | 10% straight line |

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

1.8 Impairment of fixed assets

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

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials. Items held for distribution at no or nominal consideration are measured at cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.10 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.

1.11 Financial instruments

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

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

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

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.12 Taxation

The charity is exempt from taxation on its charitable activities.

1.13 Employee benefits

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

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

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

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

There have been no critical accounting estimates or judgements used in the preparation of these financial statements.

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

2 Critical accounting estimates and judgements

(Continued)

Key sources of estimation uncertainty

Legacy recognition

Legacy income has been recognised at the date the distribution was confirmed rather than the date of payment. This is in line with the accounting policy.

3 Donations and legacies

| | Unrestricted funds | Unrestricted funds |
|--|---------------------------|---------------------------|
| | 2022 | As restated |
| | £ | 2021 |
| | | £ |
| Donations and gifts | 42,489 | 71,177 |
| Legacies receivable | 195,000 | 53,694 |
| Government grants receivable | 248,522 | 415,299 |
| | <u>486,011</u> | <u>540,170</u> |
| Grants receivable for core activities | | |
| CJRS grant | 15,879 | 125,738 |
| SSP grant | 1,609 | 1,489 |
| LCC Covid grant | 5,000 | 13,321 |
| LCC IFG grant | 8,759 | 6,660 |
| LCC Infection Control grant | 159,705 | 190,053 |
| LCC Testing Fund grant | 1,940 | 24,875 |
| LCC Workforce grant | 39,995 | 20,777 |
| LCC Grant for POD | - | 5,000 |
| CBILS interest paid by government | 15,635 | 27,386 |
| | <u>248,522</u> | <u>415,299</u> |

4 Charitable activities

| | 2022 | 2021 |
|---------------------|------------------|------------------|
| | £ | £ |
| Residential income | 1,274,899 | 1,357,075 |
| Other income | 35,915 | 10,757 |
| Nursing home income | 336,563 | 403,469 |
| | <u>1,647,377</u> | <u>1,771,301</u> |

STAPELY JEWISH CARE HOME LIMITED
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

5 Raising funds

| | Total | Unrestricted funds |
|----------------------------------|--------------|---------------------------|
| | 2022 | 2021 |
| | £ | £ |
| <u>Fundraising and publicity</u> | | |
| Advertising | - | 731 |
| | <u>-</u> | <u>731</u> |
| | <u>-</u> | <u>731</u> |

6 Charitable activities

| | 2022 | 2021 |
|-----------------------------|------------------|------------------|
| | £ | £ |
| Staff costs | 1,139,790 | 1,405,610 |
| Depreciation and impairment | 62,697 | 72,511 |
| Rates | 39,715 | 25,427 |
| Insurance | 46,057 | 33,244 |
| Light & heat | 73,106 | 64,379 |
| Repairs & maintenance | 155,627 | 127,388 |
| Postage & carriage | 5,713 | 6,426 |
| Telephone | 3,220 | 2,295 |
| Travel | 15,725 | 17,283 |
| Sundry | 46,190 | 42,029 |
| Trading costs | 235,471 | 146,206 |
| Subscriptions | 15,710 | 15,710 |
| Bank charges | 2,674 | 9,541 |
| Legal & professional | 71,535 | 76,304 |
| | <u>1,913,230</u> | <u>2,044,353</u> |
| | <u>1,913,230</u> | <u>2,044,353</u> |
| Analysis by fund | | |
| Unrestricted funds | 1,909,027 | 2,040,150 |
| Restricted funds | 4,203 | 4,203 |
| | <u>1,913,230</u> | <u>2,044,353</u> |

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T/A STAPELY JEWISH CARE HOME
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

7 Support costs

| | Support costs | Governance costs | 2022 | Support costs | Governance costs | 2021 |
|------------------------|----------------------|-------------------------|----------------|----------------------|-------------------------|----------------|
| | £ | £ | £ | £ | £ | £ |
| Depreciation | 58,075 | - | 58,075 | 67,565 | - | 67,565 |
| Audit fees | - | 5,000 | 5,000 | - | 5,000 | 5,000 |
| Accountancy | - | 5,000 | 5,000 | - | 5,000 | 5,000 |
| Legal and professional | - | 66,304 | 66,304 | - | 69,545 | 69,545 |
| | <u>58,075</u> | <u>76,304</u> | <u>134,379</u> | <u>67,565</u> | <u>79,545</u> | <u>147,110</u> |

Governance costs includes payments to the auditors of £5,000 (2021- £5,000) for audit fees.

8 Trustees

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

None of the Trustees incurred or claimed any expenses from the charity during the year.

9 Employees

The average monthly number of employees during the year was:

| | 2022 | 2021 |
|-------------------------|------------------|------------------|
| | Number | Number |
| Care and admin staff | <u>52</u> | <u>70</u> |
| Employment costs | 2022 | 2021 |
| | £ | £ |
| Wages and salaries | 1,043,067 | 1,286,170 |
| Social security costs | 84,388 | 97,856 |
| Other pension costs | 12,335 | 21,584 |
| | <u>1,139,790</u> | <u>1,405,610</u> |

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

10 Expenditure on raising funds

| | 2022 | 2021 |
|-----------------|-------------|--------------------|
| | £ | As restated |
| | | £ |
| Financing costs | 45,768 | 39,093 |

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

10 Expenditure on raising funds

(Continued)

11 Tangible fixed assets

| | Plant and machinery | Fixtures, fittings & equipment | Motor vehicles | Total |
|------------------------------------|------------------------|-----------------------------------|----------------|---------|
| | £ | £ | £ | £ |
| Cost | | | | |
| At 1 April 2021 | 30,322 | 717,104 | 46,230 | 793,656 |
| At 31 March 2022 | 30,322 | 717,104 | 46,230 | 793,656 |
| Depreciation and impairment | | | | |
| At 1 April 2021 | 30,322 | 329,942 | 30,131 | 390,395 |
| Depreciation charged in the year | - | 58,075 | 4,623 | 62,698 |
| At 31 March 2022 | 30,322 | 388,017 | 34,754 | 453,093 |
| Carrying amount | | | | |
| At 31 March 2022 | - | 329,087 | 11,476 | 340,563 |
| At 31 March 2021 | - | 387,162 | 16,099 | 403,261 |

12 Stocks

| | 2022 £ | 2021 £ |
|-------------------------------|------------------|------------------|
| Raw materials and consumables | 18,656 | 13,516 |

13 Debtors

| | 2022 £ | 2021 £ |
|---|------------------|------------------|
| Amounts falling due within one year: | | |
| Trade debtors | 22,311 | 37,940 |
| Amounts owed by fellow group undertakings | 2,180,258 | 2,039,786 |
| Prepayments and accrued income | 140,256 | 79,259 |
| | <u>2,342,825</u> | <u>2,156,985</u> |

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

14 Loans and overdrafts

| | 2022 | 2021 |
|-------------------------|----------------|----------------|
| | £ | £ |
| Bank overdrafts | 40,375 | 14,269 |
| Bank loans | 426,093 | 444,814 |
| Other loans | 60,610 | 78,153 |
| | <u>527,078</u> | <u>537,236</u> |
| Payable within one year | 230,321 | 30,669 |
| Payable after one year | <u>296,757</u> | <u>506,567</u> |

The long-term loans are secured by fixed charges over the Chattels of the charity.

The charity has agreed to give the lender security for the loan by way of a Mortgage of Chattels in favour of Bathgate Leasing Limited. The parties have entered into a 5 year fixed term loan agreements for the sum of £100,000, to be repaid by 60 equal instalments of £2,400 per month.

15 Creditors: amounts falling due within one year

| | Notes | 2022 | 2021 |
|------------------------------------|--------------|----------------|----------------|
| | | £ | £ |
| Bank loans and overdrafts | 14 | 211,084 | 14,269 |
| Other borrowings | | 19,237 | 16,400 |
| Other taxation and social security | | 38,795 | 105,519 |
| Trade creditors | | 158,520 | 122,806 |
| Other creditors | | 25,273 | 27,826 |
| Accruals and deferred income | | 46,105 | 48,987 |
| | | <u>499,014</u> | <u>335,807</u> |

16 Creditors: amounts falling due after more than one year

| | Notes | 2022 | 2021 |
|------------------|--------------|----------------|----------------|
| | | £ | £ |
| Bank loans | 14 | 255,384 | 444,814 |
| Other borrowings | | 41,373 | 61,753 |
| | | <u>296,757</u> | <u>506,567</u> |

Included within borrowings is a loan from Bathgate Leasing Limited. This loan is repayable over a five year term, with an interest rate of 8.8%. The loan is secured by a fixed charge over the assets of Stapely Jewish Care Home Limited.

During the prior year the Company took out CBILS loans totalling £444,814. The CBILS loans have been made available on repayment terms of five years, and are supported by a government-backed guarantee against the outstanding balance of the facility. The Group remains 100% liable for repayment of the facility. Therefore, the interest charge and any related government grant is recognised in profit or loss account.

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T/A STAPELY JEWISH CARE HOME
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

17 Deferred income

Deferred income relates to income invoiced by the charity which relates to the 2021/22 year end. This has been deferred as the charity has no right to the income at the balance sheet date.

18 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:

| | Balance at 1 April 2020 £ | Resources expended £ | Balance at 1 April 2021 £ | Movement in funds Outgoing resources £ | Balance at 31 March 2022 £ |
|------------------|---------------------------------|----------------------------|---------------------------------|--|-------------------------------------|
| Fixed asset fund | 84,612 | (4,203) | 80,409 | (4,203) | 76,206 |

Fixed asset restricted fund

This relates to a donation from the late trustee Dr Eric Toke of £109,280 which was to be solely used for fixed asset purchases in the charity.

At the balance sheet date, £42,030 of the restricted donation has been spent on the purchase of a minibus (£39,280) and a van (£2,750). The remaining balance of £67,250 remains unspent and is carried forward (together with the net book value of the vehicles acquired - £8,956) for future use by the charity.

19 Analysis of net assets between funds

| | Unrestricted funds 2022 £ | Restricted funds 2022 £ | Total 2022 £ | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total 2021 £ |
|--|------------------------------------|----------------------------------|--------------------|------------------------------------|----------------------------------|--------------------|
| Fund balances at 31 March 2022 are represented by: | | | | | | |
| Tangible assets | 264,357 | 76,206 | 340,563 | 322,852 | 80,409 | 403,261 |
| Current assets/(liabilities) | 1,879,264 | - | 1,879,264 | 1,851,986 | - | 1,851,986 |
| Long term liabilities | (296,757) | - | (296,757) | (506,567) | - | (506,567) |
| | <u>1,846,864</u> | <u>76,206</u> | <u>1,923,070</u> | <u>1,668,271</u> | <u>80,409</u> | <u>1,748,680</u> |

STAPELY JEWISH CARE HOME LIMITED
T/A STAPELY JEWISH CARE HOME
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

20 Financial commitments, guarantees and contingent liabilities

On 20 January 2016 the charity provided a Mortgage Chattels in favour of Bathgate Leasing Limited in the order of £100,000 in respect of liabilities to Bathgate Leasing Limited.

On 28 November 2017 the charity provided a limited guarantee to Barclays Bank plc in relation to liabilities owed by its parent Home For Aged Jews (Liverpool and District) to the value of £1.309 million. This charge has been satisfied in full in August 2021 upon completion of the refinancing disclosed in note 22 to these accounts.

On 21 October 2019 the charity provided a legal mortgage over the fixed assets in favour of Bathgate Leasing Limited in the order of £100,000 in respect of liabilities to Bathgate Leasing Limited.

On 23 July 2021 the charity provided a legal mortgage to Reliance Bank PLC in relation to any and all liabilities owed to it by the Company and / or by its parent Home For Aged Jews (Liverpool and District). The charge provides a fixed and floating charge over all assets of the Charity, and a first legal mortgage over the freehold properties held by the parent.

21 Operating lease commitments

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

| | 2022 | 2021 |
|--|-------------------|-------------------|
| | £ | £ |
| | <u> </u> | <u> </u> |

22 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

| | 2022 | 2021 |
|------------------------|----------------|----------------|
| | £ | £ |
| Aggregate compensation | <u>223,714</u> | <u>233,333</u> |

Transactions with related parties

The trustees all give their time and expertise without any form of remuneration or other benefit in cash or kind (2021: £nil). There were no expenses paid to the trustees in the year.

During the year there were no transactions with related parties.

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T/A STAPELY JEWISH CARE HOME
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

23 Ultimate controlling party

The charity is a wholly owned subsidiary of Home For Aged Jews (Liverpool and District) charity number 220797. Home For Aged Jews (Liverpool and District) provides nursing and residential care for older Jewish people within the local community.

The consolidated accounts are available from the principal office of the charity, White Gables, 1 North Mossley Hill Road, Liverpool, L18 8BR.

| 24 Cash generated from operations | 2022 £ | 2021 £ |
|--|-------------------|-------------------|
| Surplus for the year | 174,390 | 227,294 |
| Adjustments for: | | |
| Depreciation and impairment of tangible fixed assets | 62,698 | 72,511 |
| Movements in working capital: | | |
| (Increase) in stocks | (5,140) | (3,176) |
| (Increase) in debtors | (185,840) | (679,165) |
| (Decrease)/increase in creditors | (36,445) | 10,539 |
| Cash generated from/(absorbed by) operations | 9,663 | (371,997) |

25 Analysis of changes in net (debt)/funds

| | At 1 April 2021 £ | Cash flows £ | At 31 March 2022 £ |
|--|------------------------------|-------------------------|-------------------------------|
| Cash at bank and in hand | 17,292 | (495) | 16,797 |
| Bank overdrafts | (14,269) | (26,106) | (40,375) |
| | <u>3,023</u> | <u>(26,601)</u> | <u>(23,578)</u> |
| Loans falling due within one year | (16,400) | (173,546) | (189,946) |
| Loans falling due after more than one year | (506,567) | 209,810 | (296,757) |
| | <u>(519,944)</u> | <u>9,663</u> | <u>(510,281)</u> |

26 Prior period adjustment

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

26 Prior period adjustment

(Continued)

Changes to the balance sheet

| | At 31 March 2021 | | |
|---------------------|-------------------------------|-------------------|--------------------|
| | As previously reported | Adjustment | As restated |
| | £ | £ | £ |
| Capital funds | | | |
| Income funds | | | |
| Restricted funds | 80,409 | - | 80,409 |
| Unrestricted funds | 1,668,271 | - | 1,668,271 |
| | <u>1,748,680</u> | <u>-</u> | <u>1,748,680</u> |
| Total equity | 1,748,680 | - | 1,748,680 |

Changes to the profit and loss account

| | Period ended 31 March 2021 | | |
|------------------------------|-----------------------------------|-------------------|--------------------|
| | As previously reported | Adjustment | As restated |
| | £ | £ | £ |
| Donations and legacies | 512,784 | 27,386 | 540,170 |
| Expenditure on raising funds | 11,707 | 27,386 | 39,093 |
| | <u>227,294</u> | <u>-</u> | <u>227,294</u> |
| Net movement in funds | 227,294 | - | 227,294 |

The Trustees have recognised a prior period adjustment in these accounts to restate the comparative figures as a result of a fundamental error in the accounts for the year ended 31 March 2021 regarding the CBILS loan interest. The interest should have been recorded as a charge and a corresponding government grant received.