

# PRESTON BETHANY CARE

England & Wales · Charity number 1140242

## Details

|                |                                                         |
|----------------|---------------------------------------------------------|
| Other names    | PRESTON BETHANY CARE                                    |
| Status         | Registered                                              |
| Legal form     | Charitable company                                      |
| Company number | <a href="#">07394756</a>                                |
| Registered     | 2011-02-07                                              |
| Register       | <a href="#">View on the Charity Commission register</a> |

## Contact

|         |                                                                                                |
|---------|------------------------------------------------------------------------------------------------|
| Address | 175 Tower Bridge Road<br>London<br>London<br>SE1 2AL                                           |
| Phone   | 0300 3031400                                                                                   |
| Email   | <a href="mailto:julian.hillman@pilgrimsfriend.org.uk">julian.hillman@pilgrimsfriend.org.uk</a> |
| Website | <a href="http://www.pilgrimsfriend.org.uk">www.pilgrimsfriend.org.uk</a>                       |

## Activities

**Objects:** The charity's proposed new objects are:<sup>4</sup> The Charity's objects (the Objects) are for the public benefit: 4.1 to advance the Christian Faith as set out in the Doctrinal Basis; and 4.2 to relieve elderly, poor, sick, disabled, or infirm persons, and for those purposes, among other activities, to provide residential accommodation for such persons administered to the glory of God

**Activities:** The charity's object is to advance the Christian Faith as set out in the Doctrinal Basis and to relieve elderly, poor, sick, disabled, or infirm persons, and for those purposes, among other activities, to provide residential accommodation for such persons administered to the glory of God.

## Classification

- **How:** Provides Services
- **What:** Accommodation/housing
- **Who:** Elderly/old People

## Geography

- **Area of benefit:** PRESTON
- Lancashire

## Finances

| Period end | Income     | Expenditure | Assets     | Employees |
|------------|------------|-------------|------------|-----------|
| 2025-03-31 | £1,195,374 | £1,111,830  | £1,545,288 | 42        |
| 2024-03-31 | £1,099,892 | £1,032,418  | £1,873,869 | 41        |
| 2023-03-31 | £940,544   | £898,926    | £1,394,270 | 41        |
| 2022-03-31 | £767,814   | £791,291    | £1,352,652 | 39        |
| 2021-03-31 | £810,898   | £776,027    | £1,376,129 | 39        |

## Trustees

| Name              | Role | Appointed  |
|-------------------|------|------------|
| Dr Judith McLaren |      | 2025-04-01 |
| Michael Abbott    |      | 2025-04-01 |
| Sylvia Clovey     |      | 2026-02-05 |

**PRESTON BETHANY CARE**

England & Wales - Charity number 1140242

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# Accounts

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**Charity Registration No. 1140242**

**Company Registration No. 07394756 (England and Wales)**

**Preston Bethany Care**  
**Annual Report and Financial**  
**Statements**

**For the Year Ended**  
**31 March 2025**

# PRESTON BETHANY CARE

## LEGAL AND ADMINISTRATIVE INFORMATION

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|                                  |                                                                                                                                                                                        |
|----------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Operating name</b>            | Bethany House                                                                                                                                                                          |
| <b>Trustees</b>                  | Mr M R Abbott<br>Dr J A McLaren                                                                                                                                                        |
| <b>Secretary</b>                 | Mr J D Hillman                                                                                                                                                                         |
| <b>Home manager</b>              | Mrs E Kneale                                                                                                                                                                           |
| <b>Charity number</b>            | 1140242                                                                                                                                                                                |
| <b>Company number</b>            | 07394756                                                                                                                                                                               |
| <b>Registered office address</b> | 175 Tower Bridge Road<br>London<br>SE1 2AL                                                                                                                                             |
| <b>Operation address</b>         | Bethany House<br>Gamull Lane<br>Ribbleson<br>Preston<br>Lancashire<br>PR2 6TQ                                                                                                          |
| <b>Auditor</b>                   | Azets Audit Services<br>Floor 1, Capital House<br>8 Pittman Court, Pittman Way<br>Fulwood<br>Preston<br>Lancashire<br>PR2 9ZG                                                          |
| <b>Bankers</b>                   | HSBC Bank Plc Preston<br>49a Fishergate<br>Preston<br>Lancashire<br>PR1 8BQ<br><br>Kingdom Bank<br>Ruddington Fields Business Park<br>Mere Way<br>Ruddington<br>Nottingham<br>NG11 6JS |

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## **PRESTON BETHANY CARE**

### **LEGAL AND ADMINISTRATIVE INFORMATION**

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Furness Building Society  
51 - 55 Duke Street  
Barrow in Furness  
Cumbria  
LA14 1RT

Virgin Money  
Jubilee House  
Gosforth  
Newcastle upon Tyne  
NE3 4PL

Unity Trust Bank  
Four Brindley Place  
Birmingham  
B1 2JB

The Charity Bank Ltd  
Fosse House 182 High Street  
Tonbridge  
TN9 1BE

Cumberland Building Society  
90 Fishergate  
Preston  
Lancashire  
PR1 2NJ

#### **Solicitors**

Napthens Solicitors  
7 Winckley Square  
Preston  
Lancashire  
PR1 3JD

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# PRESTON BETHANY CARE

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# **PRESTON BETHANY CARE**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2025**

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The trustees present their annual report and financial statements for the year ended 31 March 2025.

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 Memorandum of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

### **Objectives and activities**

Preston Bethany Care (PBC) is entirely operated by volunteer director/trustees who provide oversight of the charitable and company requirements for the operation of Bethany House residential care home. The director/trustees also aim to widen the reach and care provided to the elderly within the local Christian community.

Bethany House is a comprehensively equipped residential care home for the elderly, staffed entirely by professional management and care staff. Bethany House objectives are to provide care to all residents to a standard of excellence which embraces fundamental principles of Good Care Practice, and that this may be witnessed and evaluated through the practice, conduct and control of quality care in the home.

Bethany House is a Christian Home that upholds the principles outlined in the Statement of Faith of the Evangelical Alliance. Respect and assistance are given to enable each resident to follow their faith during their time living at Bethany House and to encourage them to continue living and serving their particular local church.

The home is managed by a general manager together with two care managers and administrative support.

Bethany House staff team are supported and professionally trained to:

- provide proactive person centred care for all residents.
- provide personal care which assures all residents and their families of the highest possible quality of life whilst living in Bethany House.
- be flexible, attentively, non-discriminatory, and respectful of individual resident rights to independence, privacy, dignity, fulfilment, and the right to make informed choices and to take risks.
- ensure that each resident's needs and values are respected ensure that the care service as a whole, is delivered in accordance with agreed Contracts for Care and the individual personal care plan.
- manage and deliver a formal programme of staff planning, selection, recruitment, training, personal development and rostering, to enable resident's care needs to be fully met.
- manage the care service efficiently and effectively to make best use of resources and to maximise value for money for the residents.
- ensure that all residents and their families receive written information on the Bethany House procedures for handling complaints, comments and compliments, and how to use it.

# **PRESTON BETHANY CARE**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

### **FOR THE YEAR ENDED 31 MARCH 2025**

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- ensure that Bethany House provides a secure, relaxed, and homely environment in which individual care, well-being and comfort are of prime importance.
- preserve and maintain the dignity, individuality and privacy of all residents within a warm and caring atmosphere, they are sensitive to residents' ever changing needs. Such needs may be medical / therapeutic (for physical and mental welfare), cultural, psychological, spiritual, emotional and social, and residents are encouraged to participate in the development of their individualised care plans in which the involvement of family and friends may be appropriate and is greatly valued.
- to provide programmes of activities designed to encourage mental alertness, self-esteem, and social interaction with other residents, and with recognition of the core values of care, which are fundamental to the philosophy of Preston Bethany Care and delivered through Bethany House.

The above objectives are achieved by:

- ensuring that all staff are appropriately trained and qualified to deliver the highest standards of care.
- delivering a continuous staff-training programme which ensure that these high standards are maintained in line with the latest initiatives and developments in care practices as may be laid down in appropriate legislation.
- staff working towards PBC and Bethany House on-going objectives.
- the integration of efficient administrative practices with first class standards of care in accordance with the requirements for registration with the Care Quality Commission and appropriate supplementary regulations.

The directors/trustees aim to provide sufficient resources to ensure the Bethany House staff team:

- are provided with competitive remuneration packages
- are provided with the appropriate equipment and materials to fulfil their roles
- are provided with high quality training
- work in pleasant, safe working conditions
- maintain or improve on the CQC "Good" inspection rating
- support Lancashire County Council by; providing affordable residential care for elderly residents from the local community

The director/trustees recognise the importance that the staff team fulfil in terms of delivering high quality resident care. In recognition of the staff roles the director/trustees are continually reviewing and improving the environment and conditions in order to enhance staff engagement and satisfaction.

#### **Fundamental Ethos of PBC**

PBC's fundamental ethos are that residents who live in Bethany House should be able to do so in accordance with the PBC's Statement of Values which include the following key requirements, to:

- uphold the principles outlined in the Statement of Faith of the Evangelical Alliance.
- maintain residents' rights with specific focus on helping them to maintain their privacy and dignity.
- support residents to maintain their independence within a secure safe environment
- provide resident care in accordance PBC "core values of care" to help residents live fulfilled lives,

The director/trustees recognise the significance and value of Charity Commission (CC) guidance and they aim to incorporate CC guidance and recommendations within their oversight roles.

# PRESTON BETHANY CARE

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2025

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#### Public benefit

PBC recognise the importance of providing benefits to the communities that the charity serves. Guidance provided by the Charity Commission specifically identifies requirements to provide "public benefit". PBC fulfils this Public Benefit duty via a number of concurrent initiatives, including:

- financially supporting a number of local authority residents who would not normally be able to afford the fees at Bethany House. PBC delivers this via their fee "top up" funding which is used to make up the shortfall in funding between the Local Authority funding and the accommodation fees.
- providing good quality work for local community staff.

The current directors/trustees (like their predecessors) recognise that:

- the original costs of building Bethany House were largely met by gifts received via Preston Bethany Trust, thus reducing operating costs because there were no repayment or interest costs.
- their on-going voluntary work enables public benefit to continue, whilst maintaining competitive rates for the care provided.
- Bethany House residents benefit significantly from the reduced operational costs of Bethany House. There is an insatiable need for local authority care, so the director/trustees try to avoid creating "resident quotas" which could be perceived as benefitting either private funding or local authority funded residents.

#### Achievements and performance

Directors/trustees are pleased to have been able to :Continue to maintain PBC financial stability.

- Continue to maintain and enhance Bethany House, to provide a homely welcoming environment for residents, staff and residents families.
- Fulfil the aims and objectives in the statement of purpose and consolidate the developments from preceding years and to maintain business stability.
- Consolidate PBC current position and develop vision and strategy.
- Continue to raise the profile of the charity in the Christian community and develop links with local churches.
- Continue to improve the physical environment of Bethany House.
- Strengthen the Christian profile of the organisation and further develop pastoral care.

#### PBC Objectives for 2025/26

Continue to strengthen the charity board of directors to establish a team of individuals who will:

- Continue to maintain PBC financial stability.
- Continue to maintain and enhance Bethany House, to provide a homely welcoming environment for residents, staff and residents families.
- Fulfil the aims and objectives in the statement of purpose and consolidate the developments from preceding years and to maintain business stability.
- Consolidate PBC current position and develop vision and strategy.
- Continue to raise the profile of the charity in the Christian community and develop links with local churches.
- Continue to improve the physical environment of Bethany House.
- Strengthen the Christian profile of the organisation and further develop pastoral care.
- Embed into The Pilgrims Friend policies and processes.

#### Financial review

The accompanying accounts show a surplus for the year of £88,413. This surplus is due to occupancy levels in the year boosting income.

The attached accounts show the current state of the finances which the trustees consider to be sound. The trustees are satisfied that the assets of the charity are available and adequate to fulfil the obligations of the Charity. They are also satisfied that the accounts comply with current statutory requirements and with the Memorandum and Articles of Association.

# PRESTON BETHANY CARE

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2025

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#### Reserves policy

In accordance with guidelines issued by the Charity Commission the level of reserves is considered and reviewed at regular intervals by the trustees. The trustees have previously adopted a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity, should be broadly equivalent to 12 months of expenditure. This level of reserves has been set because of the unknown impact on future years of COVID-19 and inflation. For the current year this would be in the region of £1,100,000 and the current free reserves of the charity are £1,137,260 (Note 16).

Under the Memorandum and Articles of Association, the charity has the power to invest any surplus liquid funds as the directors/trustees see fit. The charity has had a policy of keeping such funds in short and medium term deposits which allows the charity to access the funds rapidly.

#### Risk Review

The directors/trustees recognise the crucial role that they fulfil in minimising risks to the charity and the community they serve.

The director/trustees used the Charity Commission (CC) guidance to continue with their risk mitigation of PBC risks: The review identified a variety of risks and the associated mitigations, the most significant finding/conclusions are summarised below:

- The director trustees recognise that COVID-19 presented a lower risk to the charity.
- The global impacts, especially following Russia's invasion of Ukraine in February 2022, and the Palestinian attacks in Israel during October 2023.
- The review did not identify any major issues which were not already being mitigated, but the review did highlight some opportunities to improve processes and these are being progressed as required.
- Where new specific risks were identified these are to be mitigated as required below.

#### Identification and mitigation of major risks:

- Closure of Bethany House following a fire or other major trauma. This risk is incredibly difficult to plan the precise mitigation measure required, but it is envisaged that the insurance policy is sufficient to provide some confidence that appropriate alternative accommodation will be provided as required.
- Closure of the home by external bodies. The director/trustees closely monitor how Bethany House is performing via a number of 3rd party registration bodies. These provide the director/trustees with some ongoing assurance that the current Care Quality Commission requirements are being fulfilled.
- Loss of computer held data - computer data is backed up constantly using an online backup service.
- Loss of income due to falling occupancy. The director/trustees closely monitor occupancy levels (generally in excess of 95%), this helps them to plan budgets, staffing levels and future developments.

#### Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 2nd October 2010 and registered as a charity in February 2011. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its articles of association. In the event of the company being wound up, members are required to contribute an amount not exceeding £10.

The company was formed to take the assets and responsibility for management of the residential care home Bethany House. This was previously operated for many years by Preston Bethany Trust, a charity founded in March 1981. On 1st April 2011 the assets and responsibility for management of Bethany House was transferred from Preston Bethany Trust to Preston Bethany Care, and subsequently Preston Bethany Trust was removed from the Charity Commission register of charities.

## PRESTON BETHANY CARE

### TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

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The trustees who served during the year were:

|                            |                          |
|----------------------------|--------------------------|
| Ms J Kay (Chairperson)     | (Resigned 1 April 2025)  |
| Mr A Wright                | (Resigned 1 April 2025)  |
| Mr S Henderson (Treasurer) | (Resigned 1 April 2025)  |
| Dr. P Johns                | (Resigned 1 April 2025)  |
| Miss. S Etherington        | (Resigned 1 April 2025)  |
| Mr M R Abbott              | (Appointed 1 April 2025) |
| Dr J A McLaren             | (Appointed 1 April 2025) |

#### Subsequent events

On 1st April 2025 Preston Bethany Care joined The Pilgrims Friend Group as a 100% subsidiary of The Pilgrims Friend Group.

#### Appointment of Trustees

On 1st April 2025 Preston Bethany Care joined The Pilgrims Friend Group as a 100% subsidiary of The Pilgrims Friend Group. At this point Mr M R Abbott and Dr J A McLaren, both trustees of The Pilgrims Friend Group joined the Board.

The charity, by ordinary resolution and without prior written consent of the Parent, can appoint a trustee and determine the rotation in which any additional directors are to retire. The number of trustees shall not be less than two and not more than twelve (unless otherwise determined by ordinary resolution).

All trustees give their time voluntarily and receive no benefit from the charity.

#### Trustee induction and training

On appointment new trustees are inducted in the workings of the charity. Information on the role and responsibilities of a trustee is given by provision of appropriate Charity Commission information. All trustees receive a DBS check prior to taking up responsibilities.

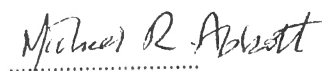
#### Auditor

Azets Audit Services were appointed as auditor to the company. Going forward, a resolution will be put forward proposing that Xinadin Audit Limited be appointed at a General Meeting.

#### Disclosure of information to auditor

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

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



Mr M R Abbott

Trustee

Date: 17-07-2025

# **PRESTON BETHANY CARE**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

***FOR THE YEAR ENDED 31 MARCH 2025***

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

Company Law requires the trustees to prepare accounts 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 accounts, 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; and
- prepare the accounts 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 accounts 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's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# PRESTON BETHANY CARE

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF PRESTON BETHANY CARE

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#### Opinion

We have audited the financial statements of Preston Bethany Care (the 'charity') for the year ended 31 March 2025 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 2025 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 *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, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### Opinions on other matters prescribed by the Companies Act 2006

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

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

# **PRESTON BETHANY CARE**

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

### **TO THE MEMBERS OF PRESTON BETHANY CARE**

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#### **Matters on which we are required to report by exception**

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

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

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

#### **Responsibilities of trustees**

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the 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**

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.

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.

# PRESTON BETHANY CARE

## INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF PRESTON BETHANY CARE

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### **Extent to which the audit was considered capable of detecting irregularities, including fraud**

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

### **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 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

*Julie Flintoff*  
*Azets Audit Services*

**Julie Flintoff BA(Hons) FCA (Senior Statutory Auditor)**  
**for and on behalf of Azets Audit Services**

*23/7/25*

**Chartered Accountants**  
**Statutory Auditor**

Floor 1, Capital House  
8 Pittman Court, Pittman Way  
Fulwood  
Preston  
Lancashire  
United Kingdom  
PR2 9ZG

# PRESTON BETHANY CARE

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

**FOR THE YEAR ENDED 31 MARCH 2025**

|                                                           | Notes | Unrestricted funds<br>2025<br>£ | Unrestricted funds<br>2024<br>£ |
|-----------------------------------------------------------|-------|---------------------------------|---------------------------------|
| <b><u>Income from:</u></b>                                |       |                                 |                                 |
| Donations, legacies and grants                            | 2     | 5,908                           | 1,220                           |
| Charitable activities                                     | 3     | 1,158,922                       | 1,084,338                       |
| Investments                                               | 4     | 30,544                          | 14,334                          |
| <b>Total income</b>                                       |       | <u>1,195,374</u>                | <u>1,099,892</u>                |
| <b><u>Expenditure on:</u></b>                             |       |                                 |                                 |
| Charitable activities                                     | 5     | <u>1,111,830</u>                | <u>1,032,418</u>                |
| <b>Net income for the year/<br/>Net movement in funds</b> |       | 83,544                          | 67,474                          |
| Fund balances at 1 April 2024                             |       | <u>1,461,744</u>                | <u>1,394,270</u>                |
| <b>Fund balances at 31 March 2025</b>                     |       | <u><u>1,545,288</u></u>         | <u><u>1,461,744</u></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.

# PRESTON BETHANY CARE

## BALANCE SHEET

AS AT 31 MARCH 2025

|                                                       | Notes | 2025<br>£        | £                | 2024<br>£        | £                |
|-------------------------------------------------------|-------|------------------|------------------|------------------|------------------|
| <b>Fixed assets</b>                                   |       |                  |                  |                  |                  |
| Intangible assets                                     | 10    |                  | 273              |                  | 340              |
| Tangible assets                                       | 11    |                  | 407,755          |                  | 411,685          |
|                                                       |       |                  | <u>408,028</u>   |                  | <u>412,025</u>   |
| <b>Current assets</b>                                 |       |                  |                  |                  |                  |
| Debtors                                               | 12    | 5,479            |                  | 8,258            |                  |
| Cash at bank and in hand                              |       | 1,182,032        |                  | 1,113,769        |                  |
|                                                       |       | <u>1,187,511</u> |                  | <u>1,122,027</u> |                  |
| <b>Creditors: amounts falling due within one year</b> | 13    | (50,251)         |                  | (72,308)         |                  |
| Net current assets                                    |       |                  | <u>1,137,260</u> |                  | <u>1,049,719</u> |
| <b>Total assets less current liabilities</b>          |       |                  | <u>1,545,288</u> |                  | <u>1,461,744</u> |
| <b>Income funds</b>                                   |       |                  |                  |                  |                  |
| <u>Unrestricted funds - general</u>                   |       |                  |                  |                  |                  |
| Designated funds                                      | 15    | 408,028          |                  | 412,025          |                  |
| General unrestricted funds                            |       | <u>1,137,260</u> |                  | <u>1,049,719</u> |                  |
|                                                       |       |                  | <u>1,545,288</u> |                  | <u>1,461,744</u> |
|                                                       |       |                  | <u>1,545,288</u> |                  | <u>1,461,744</u> |

The financial statements were approved by the Trustees on 17/7/2025

*Michael R Abbott*  
 Mr M R Abbott  
 Trustee

Company registration number 07394756

**PRESTON BETHANY CARE**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2025**

|                                                               | Notes | 2025<br>£ | £         | 2024<br>£ | £         |
|---------------------------------------------------------------|-------|-----------|-----------|-----------|-----------|
| <b>Cash flows from operating activities</b>                   |       |           |           |           |           |
| Cash generated from operations                                | 21    |           | 49,042    |           | 76,364    |
| <b>Investing activities</b>                                   |       |           |           |           |           |
| Purchase of tangible fixed assets                             |       | (11,324)  |           | (23,839)  |           |
| Interest received                                             |       | 30,544    |           | 14,334    |           |
| <b>Net cash generated from/(used in) investing activities</b> |       |           | 19,220    |           | (9,505)   |
| <b>Net cash used in financing activities</b>                  |       |           | -         |           | -         |
| <b>Net increase in cash and cash equivalents</b>              |       |           | 68,262    |           | 66,859    |
| Cash and cash equivalents at beginning of year                |       |           | 1,113,770 |           | 1,046,910 |
| <b>Cash and cash equivalents at end of year</b>               |       |           | 1,182,032 |           | 1,113,769 |

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

---

### 1 Accounting policies

#### Charity information

Preston Bethany Care is a private company limited by guarantee incorporated in England and Wales. The registered office is 175 Tower Bridge Road, London, SE1 2AL, United Kingdom.

#### 1.1 Accounting convention

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

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

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

#### 1.2 Going concern

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

#### 1.3 Charitable funds

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

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

Restricted funds are subject to specific conditions by donors as to how they may be used.

#### 1.4 Income

Incoming resources from charitable activities comprise resident fees accounted for in the period to which the service is provided. Fees paid for care after the year end are carried forward as deferred income.

Voluntary income received by way of donations is included in incoming resources on a receivable basis.

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.

Grants receivable are recognised on a performance basis when all conditions have been fulfilled.

Investment income in the form of bank interest is credited when receivable.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

### 1 Accounting policies

(Continued)

#### 1.5 Expenditure

Expenditure is accounted for on an accruals basis, inclusive of VAT which cannot be recovered.

The expenditure on charitable activities includes the costs of running the home, support and governance costs which have been allocated to the only charitable activity which is the provision of care to residents of Bethany House.

Governance costs comprise all costs including the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to independent examination and legal fees together with trustee insurance.

#### 1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation 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:

|             |                   |
|-------------|-------------------|
| Trade marks | 10% Straight line |
|-------------|-------------------|

#### 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.

The trustees do not apply a minimum value on items that will be recognised as fixed assets. The trustees review the fixed assets and the general decor of the home on a quarterly basis and implement a policy of repairs or replacement as necessary in the best interests of the charity.

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:

|                              |                            |
|------------------------------|----------------------------|
| Leasehold land and buildings | Over the life of the lease |
| Plant and equipment          | 15% Straight Line          |
| Fixtures and fittings        | 20% Reducing Balance       |
| Computers                    | 33.3% Straight Line        |
| Furniture and equipment      | 20% Reducing Balance       |

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 and intangible 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 Cash at bank

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.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

### 1 Accounting policies (Continued)

#### 1.10 Financial instruments

The charity only has financial assets (debtors, cash and bank balances) and liabilities (creditors and accruals) of a kind that qualify as basic financial instruments. They are initially recognised at transaction value and subsequently measured at their settlement value.

#### 1.11 Employee benefits

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

#### 1.12 Retirement benefits

The company operates a defined contribution scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions are charged as an expense as they fall due.

#### 1.13 Value added tax

VAT is not recoverable by the Charity, and as such is included in the relevant costs in the Statement of Financial Activities.

### 2 Donations, legacies and grants

|                     | Unrestricted<br>funds<br>2025<br>£ | Unrestricted<br>funds<br>2024<br>£ |
|---------------------|------------------------------------|------------------------------------|
| Donations and gifts | 5,908                              | 1,220                              |

### 3 Charitable activities

|                  | Unrestricted<br>funds<br>2025<br>£ | Unrestricted<br>funds<br>2024<br>£ |
|------------------|------------------------------------|------------------------------------|
| Residential fees | 1,158,922                          | 1,084,338                          |

### 4 Investments

|                     | Unrestricted<br>funds<br>2025<br>£ | Unrestricted<br>funds<br>2024<br>£ |
|---------------------|------------------------------------|------------------------------------|
| Interest receivable | 30,544                             | 14,334                             |

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

### 5 Charitable activities

|                                                                 | 2025<br>£        | 2024<br>£        |
|-----------------------------------------------------------------|------------------|------------------|
| Staff costs                                                     | 823,701          | 756,964          |
| Depreciation, amortisation and loss on disposal of fixed assets | 15,320           | 11,464           |
| Food & consumables                                              | 62,009           | 62,598           |
| Heat & light                                                    | 78,790           | 82,920           |
| Rates                                                           | 7,937            | 6,997            |
| Rest home insurance                                             | 10,695           | 9,606            |
| Registration & other fees                                       | 5,645            | 9,470            |
| Telephone                                                       | 878              | 811              |
| Printing, postage, stationery & advertising                     | 4,162            | 4,112            |
| Repairs & renewals                                              | 45,722           | 44,349           |
| Motor expenses                                                  | 533              | 467              |
| Miscellaneous                                                   | 963              | 2,145            |
| Gardening                                                       | 3,775            | 4,079            |
| Clinical waste                                                  | 5,554            | 6,215            |
| Quality assurance costs                                         | 5,004            | 5,947            |
| Training                                                        | 2,467            | 4,656            |
| Bank charges                                                    | 200              | 193              |
| Governance costs:                                               |                  |                  |
| Accountancy                                                     | 5,779            | 5,824            |
| Independent examination/audit                                   | 8,000            | 5,000            |
| Legal and professional                                          | 22,167           | 6,072            |
| Trustee insurance                                               | 2,529            | 2,529            |
|                                                                 | <u>1,111,830</u> | <u>1,032,418</u> |
| <b>Analysis by fund</b>                                         |                  |                  |
| Unrestricted funds - general                                    | <u>1,111,830</u> | <u>1,032,418</u> |
|                                                                 | <u>1,111,830</u> | <u>1,032,418</u> |

### 6 Trustees

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

Insurance premiums during the year amounting to £2,529 (2024: £2,529) were incurred by the charity in respect of indemnity insurance for the trustees.

During the year the charity paid Stephenson & Wright Limited £2,567 (2024: £6,454) for building maintenance. Andrew Wright, a director and trustee, is a director and shareholder of this company. The expenditure is shown within repairs. No amounts were outstanding at the year end.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

### 7 Employees

#### Number of employees

The average monthly number of employees during the year was:

|                               | 2025<br>Number | 2024<br>Number |
|-------------------------------|----------------|----------------|
| Management and administration | 5              | 4              |
| Catering                      | 3              | 4              |
| Care assistants/nurses        | 33             | 32             |
| Pastoral care                 | 1              | 1              |
|                               | <u>42</u>      | <u>41</u>      |

#### Employment costs

|                     | 2025<br>£      | 2024<br>£      |
|---------------------|----------------|----------------|
| Wages and salaries  | 805,312        | 739,910        |
| Other pension costs | 18,389         | 17,054         |
|                     | <u>823,701</u> | <u>756,964</u> |

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

### 8 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

### 9 Auditor's remuneration

#### Fees payable to the charity's auditor and associates:

|                                        | 2025<br>£    | 2024<br>£    |
|----------------------------------------|--------------|--------------|
| Audit of the charity's annual accounts | <u>5,775</u> | <u>5,250</u> |
| <b>Non-audit services</b>              |              |              |
| All other non-audit services           | <u>4,570</u> | <u>4,320</u> |

**PRESTON BETHANY CARE**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 MARCH 2025**

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**10 Intangible fixed assets**

|                                    | Trade marks<br>£ |
|------------------------------------|------------------|
| <b>Cost</b>                        |                  |
| At 1 April 2024 and 31 March 2025  | 670              |
|                                    | <hr/>            |
| <b>Amortisation and impairment</b> |                  |
| At 1 April 2024                    | 330              |
| Amortisation charged for the year  | 67               |
|                                    | <hr/>            |
| At 31 March 2025                   | 397              |
|                                    | <hr/>            |
| <b>Carrying amount</b>             |                  |
| At 31 March 2025                   | 273              |
|                                    | <hr/>            |
| At 31 March 2024                   | 340              |
|                                    | <hr/>            |

**PRESTON BETHANY CARE**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 MARCH 2025**

| <b>11 Tangible fixed assets</b>    | <b>Leasehold<br/>land and<br/>buildings<br/>£</b> | <b>Plant and<br/>equipment<br/>£</b> | <b>Fixtures and<br/>fittings<br/>£</b> | <b>Computers<br/>£</b> | <b>Furniture and<br/>equipment<br/>£</b> | <b>Total<br/>£</b> |
|------------------------------------|---------------------------------------------------|--------------------------------------|----------------------------------------|------------------------|------------------------------------------|--------------------|
| <b>Cost</b>                        |                                                   |                                      |                                        |                        |                                          |                    |
| At 1 April 2024                    | 525,807                                           | 111,945                              | 176,390                                | 23,062                 | 4,378                                    | 841,582            |
| Additions                          | -                                                 | 6,156                                | 5,168                                  | -                      | -                                        | 11,324             |
| At 31 March 2025                   | 525,807                                           | 118,101                              | 181,558                                | 23,062                 | 4,378                                    | 852,906            |
| <b>Depreciation and impairment</b> |                                                   |                                      |                                        |                        |                                          |                    |
| At 1 April 2024                    | 155,272                                           | 99,163                               | 149,293                                | 22,350                 | 3,820                                    | 429,898            |
| Depreciation charged in the year   | 6,142                                             | 2,676                                | 5,991                                  | 272                    | 172                                      | 15,253             |
| At 31 March 2025                   | 161,414                                           | 101,839                              | 155,284                                | 22,622                 | 3,992                                    | 445,151            |
| <b>Carrying amount</b>             |                                                   |                                      |                                        |                        |                                          |                    |
| At 31 March 2025                   | 364,393                                           | 16,262                               | 26,274                                 | 440                    | 386                                      | 407,755            |
| At 31 March 2024                   | 370,535                                           | 12,783                               | 27,097                                 | 712                    | 558                                      | 411,685            |

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

|                                                          |                     |                  |                  |                     |                  |                  |                      |
|----------------------------------------------------------|---------------------|------------------|------------------|---------------------|------------------|------------------|----------------------|
| <b>12 Debtors</b>                                        |                     |                  |                  |                     |                  |                  |                      |
|                                                          |                     |                  |                  | <b>2025</b>         | <b>2024</b>      |                  |                      |
|                                                          |                     |                  |                  | £                   | £                |                  |                      |
| Amounts falling due within one year:                     |                     |                  |                  |                     |                  |                  |                      |
| Prepayments and accrued income                           |                     |                  |                  | 5,479               | 8,258            |                  |                      |
|                                                          |                     |                  |                  |                     |                  |                  |                      |
| <b>13 Creditors: amounts falling due within one year</b> |                     |                  |                  | <b>2025</b>         | <b>2024</b>      |                  |                      |
|                                                          |                     |                  |                  | £                   | £                |                  |                      |
| Other taxation and social security                       |                     |                  |                  | -                   | 9,674            |                  |                      |
| Accruals and deferred income                             |                     |                  |                  | 50,251              | 62,634           |                  |                      |
|                                                          |                     |                  |                  | 50,251              | 72,308           |                  |                      |
|                                                          |                     |                  |                  |                     |                  |                  |                      |
| <b>14 Deferred income</b>                                |                     |                  |                  | <b>2025</b>         | <b>2024</b>      |                  |                      |
|                                                          |                     |                  |                  | £                   | £                |                  |                      |
| Residents Fees Received In Advance                       |                     |                  |                  | 20,124              | 18,011           |                  |                      |
|                                                          |                     |                  |                  |                     |                  |                  |                      |
| <b>15 Designated funds</b>                               |                     |                  |                  |                     |                  |                  |                      |
|                                                          | <b>Balance at</b>   | <b>Resources</b> | <b>Transfers</b> | <b>Balance at</b>   | <b>Resources</b> | <b>Transfers</b> | <b>Balance at</b>    |
|                                                          | <b>1 April 2023</b> | <b>expended</b>  |                  | <b>1 April 2024</b> | <b>expended</b>  |                  | <b>31 March 2025</b> |
|                                                          | £                   | £                | £                | £                   | £                | £                | £                    |
| Fixed assets                                             | 399,650             | (11,464)         | 23,839           | 412,025             | (15,321)         | 11,324           | 408,028              |
|                                                          | 399,650             | (11,464)         | 23,839           | 412,025             | (15,321)         | 11,324           | 408,028              |

The general reserve is the free reserves of the charity after allowing for all designated funds.

The designated fixed asset fund is the value of the unrestricted funds represented by the tangible and intangible assets of the charity.

The resources expended represents the annual depreciation charge, amortisation charge, and the disposal of the fixed assets.

The transfer from the free reserves arises when funds are spent on fixed assets.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

### 16 Analysis of net assets between funds

|                                                    | General<br>reserves<br>2025<br>£ | Designated<br>reserves<br>2025<br>£ | General<br>reserves<br>2024<br>£ | Designated<br>reserves<br>2024<br>£ |
|----------------------------------------------------|----------------------------------|-------------------------------------|----------------------------------|-------------------------------------|
| Fund balances at 31 March 2025 are represented by: |                                  |                                     |                                  |                                     |
| Intangible fixed assets                            | -                                | 273                                 | -                                | 340                                 |
| Tangible assets                                    | -                                | 407,755                             | -                                | 411,685                             |
| Current assets/(liabilities)                       | 1,137,260                        | -                                   | 1,049,719                        | -                                   |
|                                                    | <u>1,137,260</u>                 | <u>408,028</u>                      | <u>1,049,719</u>                 | <u>412,025</u>                      |

### 17 Related party transactions

#### Remuneration of key management personnel

The remuneration of key management personnel is as follows.

|                        | 2025<br>£     | 2024<br>£     |
|------------------------|---------------|---------------|
| Aggregate compensation | <u>63,265</u> | <u>50,398</u> |

### 18 Taxation

The charity is exempt from tax on its charitable activities.

### 19 Company limited by guarantee

The charity is a company limited by guarantee and has no share capital. The liability of members in the event of a winding up is limited to £10 per member.

### 20 Analysis of changes in net funds

The charity had no debt during the year.

### 21 Cash generated from operations

|                                                                   | 2025<br>£     | 2024<br>£     |
|-------------------------------------------------------------------|---------------|---------------|
| Surplus for the year                                              | 83,544        | 67,474        |
| Adjustments for:                                                  |               |               |
| Investment income recognised in statement of financial activities | (30,544)      | (14,334)      |
| Depreciation and impairment of tangible fixed assets              | 15,320        | 11,464        |
| Movements in working capital:                                     |               |               |
| Decrease/(increase) in debtors                                    | 2,779         | (2,685)       |
| (Decrease)/increase in creditors                                  | (22,057)      | 14,445        |
| <b>Cash generated from operations</b>                             | <u>49,042</u> | <u>76,364</u> |

**PRESTON BETHANY CARE**

England & Wales - Charity number 1140242

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# Accounts

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**Charity Registration No. 1140242**

**Company Registration No. 07394756 (England and Wales)**

**Preston Bethany Care**  
**Annual Report and Financial**  
**Statements**

**For the Year Ended**  
**31 March 2024**

# PRESTON BETHANY CARE

## LEGAL AND ADMINISTRATIVE INFORMATION

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|                                                |                                                                                                                                                                            |
|------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Operating name</b>                          | Bethany House                                                                                                                                                              |
| <b>Trustees</b>                                | Ms J Kay (Chairperson)<br>Mr A Wright<br>Mr S Henderson (Treasurer)<br>Dr. P Johns<br>Miss. S Etherington                                                                  |
| <b>Home manager</b>                            | Mrs C Garsyth to April 2023<br>Mrs E Kneale from June 2023                                                                                                                 |
| <b>Charity number</b>                          | 1140242                                                                                                                                                                    |
| <b>Company number</b>                          | 07394756                                                                                                                                                                   |
| <b>Registered office and operation address</b> | Bethany House<br>Gamull Lane<br>Preston<br>Lancashire<br>PR2 6TQ                                                                                                           |
| <b>Auditor</b>                                 | Azets Audit Services<br>Floor 1, Capital House<br>8 Pittman Court, Pittman Way<br>Fulwood<br>Preston<br>Lancashire<br>PR2 9ZG<br>United Kingdom<br>PR2 9ZG                 |
| <b>Bankers</b>                                 | HSBC Bank Plc Preston<br>49a Fishergate<br>Preston<br>Lancashire<br>PR1 8BQ<br><br>Kingdom Bank<br>Ruddington Fields Business Park<br>Mere Way<br>Ruddington<br>Nottingham |

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## PRESTON BETHANY CARE

### LEGAL AND ADMINISTRATIVE INFORMATION

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Furness Building Society  
51 - 55 Duke Street  
Barrow in Furness  
Cumbria

Virgin Money  
Jubilee House  
Gosforth  
Newcastle upon Tyne  
NE3 4PL

Unity Trust Bank  
Four Brindley Place  
Birmingham  
B1 2JB

The Charity Bank Ltd  
Fosse House 182 High Street  
Tonbridge  
TN9 1BE

Cumberland Building Society  
90 Fishergate  
Preston  
PR1 2NJ

#### **Solicitors**

Napthens Solicitors  
7 Winckley Square  
Preston  
United Kingdom  
PR1 3JD

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# PRESTON BETHANY CARE

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# **PRESTON BETHANY CARE**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)**

### ***FOR THE YEAR ENDED 31 MARCH 2024***

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The trustees present their annual report and financial statements for the year ended 31 March 2024.

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 Memorandum of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

#### **Objectives and activities**

Preston Bethany Care (PBC) is entirely operated by volunteer director/trustees who provide oversight of the charitable and company requirements for the operation of Bethany House residential care home. The director/trustees also aim to widen the reach and care provided to the elderly within the local Christian community.

Bethany House is a comprehensively equipped residential care home for the elderly, staffed entirely by professional management and care staff. Bethany House objectives are to provide care to all residents to a standard of excellence which embraces fundamental principles of Good Care Practice, and that this may be witnessed and evaluated through the practice, conduct and control of quality care in the home.

Bethany House is a Christian Home that upholds the principles outlined in the Statement of Faith of the Evangelical Alliance. Respect and assistance are given to enable each resident to follow their faith during their time living at Bethany House and to encourage them to continue living and serving their particular local church.

During FY2023/24 Covid 19 has had far less operational impact than during FY2022/23

The home is managed by a general manager together with two care managers and administrative support.

Bethany House staff team are supported and professionally trained to:

- provide proactive person centred care for all residents.
- provide personal care which assures all residents and their families of the highest possible quality of life whilst living in Bethany House.
- be flexible, attentively, non-discriminatory, and respectful of individual resident rights to independence, privacy, dignity, fulfilment, and the right to make informed choices and to take risks.
- ensure that each resident's needs and values are respected in matters of religion, culture, race or ethnic origin, sexuality and sexual orientation, political affiliation, marital status, parenthood and disabilities or impairments.
- ensure that the care service as a whole, is delivered in accordance with agreed Contracts for Care and the individual personal care plan.
- manage and deliver a formal programme of staff planning, selection, recruitment, training, personal development and rostering, to enable resident's care needs to be fully met.
- manage the care service efficiently and effectively to make best use of resources and to maximise value for money for the residents.
- ensure that all residents and their families receive written information on the Bethany House procedures for handling complaints, comments and compliments, and how to use it.

# **PRESTON BETHANY CARE**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)** **FOR THE YEAR ENDED 31 MARCH 2024**

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- ensure that Bethany House provides a secure, relaxed, and homely environment in which individual care, well-being and comfort are of prime importance.
- preserve and maintain the dignity, individuality and privacy of all residents within a warm and caring atmosphere, they are sensitive to residents' ever changing needs. Such needs may be medical / therapeutic (for physical and mental welfare), cultural, psychological, spiritual, emotional and social, and residents are encouraged to participate in the development of their individualised care plans in which the involvement of family and friends may be appropriate and is greatly valued.
- to provide programmes of activities designed to encourage mental alertness, self-esteem, and social interaction with other residents, and with recognition of the core values of care, which are fundamental to the philosophy of Preston Bethany Care and delivered through Bethany House.

The above objectives are achieved by:

- ensuring that all staff are appropriately trained and qualified to deliver the highest standards of care.
- delivering a continuous staff-training programme which ensure that these high standards are maintained in line with the latest initiatives and developments in care practices as may be laid down in appropriate legislation.
- staff working towards PBC and Bethany House on-going objectives.
- the integration of efficient administrative practices with first class standards of care in accordance with the requirements for registration with the Care Quality Commission and appropriate supplementary regulations.

The director/trustees aim to provide sufficient resources to ensure the Bethany House staff team:

- are provided with competitive remuneration packages
- are provided with the appropriate equipment and materials to fulfil their roles
- are provided with high quality training
- work in pleasant, safe working conditions
- maintain or improve on the May 2021, and subsequent review in July 2023, CQC GOOD inspection rating
- support Lancashire County Council by; providing affordable residential care for elderly residents from the local community
- maintain its Investors in People Standard for a further three years from May 2023
- maintains its ISO 9001 certification due January 2026

The director/trustees recognise the importance that the staff team fulfil in terms of delivering high quality resident care. In recognition of the staff roles the director/trustees are continually reviewing and improving the environment and conditions in order to enhance staff engagement and satisfaction.

### **Fundamental Ethos of PBC**

PBC's fundamental ethos are that residents who live in Bethany House should be able to do so in accordance with the PBC's Statement of Values which include the following key requirements, to:

- maintain residents' rights with specific focus on helping them to maintain their privacy and dignity.
- support residents to maintain their independence within a secure safe environment
- provide resident care in accordance PBC "core values of care" to help residents live fulfilled lives,

The director/trustees recognise the significance and value of Charity Commission (CC) guidance and they aim to incorporate CC guidance and recommendations within their oversight roles.

# **PRESTON BETHANY CARE**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

### **FOR THE YEAR ENDED 31 MARCH 2024**

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#### **Public benefit**

PBC recognise the importance of providing benefits to the communities that the charity serves. Guidance provided by the Charity Commission specifically identifies requirements to provide "public benefit". PBC fulfils this Public Benefit duty via a number of concurrent initiatives, including:

- financially supporting a number of local authority residents who would not normally be able to afford the fees at Bethany House. PBC delivers this via their fee "top up" funding which is used to make up the shortfall in funding between the Local Authority funding and the accommodation fees.
- providing good quality work for local community staff.

The current director/trustees (like their predecessors) recognise that:

- the original costs of building Bethany House were largely met by gifts received via Preston Bethany Trust, thus reducing operating costs because there were no repayment or interest costs.
- their on-going voluntary work enables public benefit to continue, whilst maintaining competitive rates for the care provided.
- Bethany House residents benefit significantly from the reduced operational costs of Bethany House. There is an insatiable need for local authority care, so the director/trustees try to avoid creating "resident quotas" which could be perceived as benefitting either private funding or local authority funded residents.

#### **Achievements and performance**

Although the impact of Covid 19 has reduced significantly during FY2023-24. There has continued to be periods of time when positive tests have impacted on normal life.

The following commentary provides an overview of the progress compared to the 2023-24 objectives.

- Developing the directors/trustees future strategies, and director/trustee recruitment continued
- Director/trustee relationships have been developed more largely due to the fact we have worked together in recruiting a new Manager and then working without a manager while we recruited another manager.

#### **PBC Objectives for 2024/25**

Continue to strengthen the charity board of directors to establish a team of individuals who will:

- Continue to maintain PBC financial stability.
- Continue to maintain and enhance Bethany House, to provide a homely welcoming environment for residents, staff and residents families.
- Fulfil the aims and objectives in the statement of purpose and consolidate the developments from preceding years and to maintain business stability.
- Consolidate PBC current position and develop vision and strategy.
- Continue to raise the profile of the charity in the Christian community and develop links with local churches.
- Continue to improve the physical environment of Bethany House.
- Strengthen the Christian profile of the organisation and further develop pastoral care.

#### **Financial review**

The accompanying accounts show a surplus for the year of £67,474. This surplus is due to occupancy levels in the year boosting income.

The attached accounts show the current state of the finances which the trustees consider to be sound. The trustees are satisfied that the assets of the charity are available and adequate to fulfil the obligations of the Charity. They are also satisfied that the accounts comply with current statutory requirements and with the Trust Deed.

# **PRESTON BETHANY CARE**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

### **FOR THE YEAR ENDED 31 MARCH 2024**

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#### **Reserves policy**

In accordance with guidelines issued by the Charity Commission the level of reserves is considered and reviewed at regular intervals by the trustees. The trustees have previously adopted a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity, should be broadly equivalent to 12 months of expenditure. This level of reserves has been set because of the unknown impact on future years of COVID-19 and inflation. For the current year this would be in the region of £1,100,000 and the current free reserves of the charity are £1,049,619 (Note 16).

Under the Trust Deed, the charity has the power to invest any surplus liquid funds as the directors/trustees see fit. The charity has had a policy of keeping such funds in short and medium term deposits which allows the charity to access the funds rapidly.

#### **Risk Review**

The director/trustees recognise the crucial role that they fulfil in minimising risks to the charity and the community they serve.

During 2023-24 the director/trustees used the Charity Commission (CC) guidance to continue with their risk mitigation of PBC risks: The review identified a variety of risks and the associated mitigations, the most significant finding/conclusions are summarised below:

- The director trustees recognise that COVID-19 presented a lower risk to the charity.
- The global impacts, especially following Russia's invasion of Ukraine in February 2022, and the Palestinian attacks in Israel during October 2023.
- The review did not identify any major issues which were not already being mitigated, but the review did highlight some opportunities to improve processes and these are being progressed as required.
- Where new specific risks were identified these are being mitigated as required below.

Identification and mitigation of major risks:

- Closure of Bethany House following a fire or other major trauma. This risk is incredibly difficult to plan the precise mitigation measure required, but it is envisaged that the insurance policy is sufficient to provide some confidence that appropriate alternative accommodation will be provided as required.
- Closure of the home by external bodies. The director/trustees closely monitor how Bethany House is performing via a number of 3rd party registration bodies. These provide the director/trustees with some ongoing assurance that the current Care Quality Commission requirements are being fulfilled.
- Loss of computer held data - computer data is backed up constantly using an online backup service.
- Loss of income due to falling occupancy. The director/trustees closely monitor occupancy levels (generally in excess of 95%), this helps them to plan budgets, staffing levels and future developments.

#### **Structure, governance and management**

The organisation is a charitable company limited by guarantee, incorporated on 2nd October 2010 and registered as a charity in February 2011. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its articles of association. In the event of the company being wound up, members are required to contribute an amount not exceeding £10.

The company was formed to take the assets and responsibility for management of the residential care home Bethany House. This was previously operated for many years by Preston Bethany Trust, a charity founded in March 1981. On 1st April 2011 the assets and responsibility for management of Bethany House was transferred from Preston Bethany Trust to Preston Bethany Care, and subsequently Preston Bethany Trust was removed from the Charity Commission register of charities.

# **PRESTON BETHANY CARE**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)** **FOR THE YEAR ENDED 31 MARCH 2024**

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The trustees who served during the year were:

Ms J Kay (Chairperson)  
Mr A Wright  
Mr S Henderson (Treasurer)  
Dr. P Johns  
Miss. S Etherington

### **Appointment of Trustees**

The existing trustees are approaching charities in the local area to promote an awareness of Preston Bethany Care in the search for new trustees. A short video has been produced explaining the care Preston Bethany Care provides and what it means to be a trustee.

Trustees are elected to serve for a period of three years after which they must be re-elected. All trustees give their time voluntarily and receive no benefit from the charity.

### **Trustee induction and training**

On appointment new trustees are inducted in the workings of the charity and provided with a directors pack which has the last accounts and minutes of trustee meetings. Information on the role and responsibilities of a trustee is given by provision of appropriate Charity Commission information. All trustees receive a DBS check prior to taking up responsibilities.

### **Auditor**

Azets Audit Services were appointed as auditor to the company and a resolution proposing that they be re-appointed will be put at a General Meeting.

### **Disclosure of information to auditor**

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

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

Ms J Kay (Chairperson)

**Trustee**

9 September 2024

# **PRESTON BETHANY CARE**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

### ***FOR THE YEAR ENDED 31 MARCH 2024***

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

Company Law requires the trustees to prepare accounts 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 accounts, 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 accounts; and
- prepare the accounts 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 accounts 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's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# PRESTON BETHANY CARE

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF PRESTON BETHANY CARE

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#### Opinion

We have audited the financial statements of Preston Bethany Care (the 'charity') for the year ended 31 March 2024 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 2024 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 *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, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### Opinions on other matters prescribed by the Companies Act 2006

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

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

# **PRESTON BETHANY CARE**

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF PRESTON BETHANY CARE**

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### **Matters on which we are required to report by exception**

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

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

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

### **Responsibilities of trustees**

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the 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**

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.

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.

# **PRESTON BETHANY CARE**

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF PRESTON BETHANY CARE**

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### **Extent to which the audit was considered capable of detecting irregularities, including fraud**

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

### **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 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Julie Flintoff BA(Hons) FCA (Senior Statutory Auditor)  
for and on behalf of Azets Audit Services**

16 September 2024

**Chartered Accountants  
Statutory Auditor**

Floor 1, Capital House  
8 Pittman Court, Pittman Way  
Fulwood  
Preston  
Lancashire  
United Kingdom  
PR2 9ZG

# PRESTON BETHANY CARE

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

**FOR THE YEAR ENDED 31 MARCH 2024**

|                                                           | Notes | Unrestricted funds<br>2024<br>£ | Unrestricted funds<br>2023<br>£ |
|-----------------------------------------------------------|-------|---------------------------------|---------------------------------|
| <b><u>Income from:</u></b>                                |       |                                 |                                 |
| Donations, legacies and grants                            | 2     | 1,220                           | -                               |
| Charitable activities                                     | 3     | 1,084,338                       | 934,369                         |
| Investments                                               | 4     | 14,334                          | 6,175                           |
| <b>Total income</b>                                       |       | <u>1,099,892</u>                | <u>940,544</u>                  |
| <b><u>Expenditure on:</u></b>                             |       |                                 |                                 |
| Charitable activities                                     | 5     | <u>1,032,418</u>                | <u>898,926</u>                  |
| <b>Net income for the year/<br/>Net movement in funds</b> |       | 67,474                          | 41,618                          |
| Fund balances at 1 April 2023                             |       | <u>1,394,270</u>                | <u>1,352,652</u>                |
| <b>Fund balances at 31 March 2024</b>                     |       | <u><u>1,461,744</u></u>         | <u><u>1,394,270</u></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.

# PRESTON BETHANY CARE

## BALANCE SHEET

AS AT 31 MARCH 2024

|                                                       | Notes | 2024<br>£        | £                       | 2023<br>£        | £                       |
|-------------------------------------------------------|-------|------------------|-------------------------|------------------|-------------------------|
| <b>Fixed assets</b>                                   |       |                  |                         |                  |                         |
| Intangible assets                                     | 10    |                  | 340                     |                  | 407                     |
| Tangible assets                                       | 11    |                  | 411,685                 |                  | 399,243                 |
|                                                       |       |                  | <u>412,025</u>          |                  | <u>399,650</u>          |
| <b>Current assets</b>                                 |       |                  |                         |                  |                         |
| Debtors                                               | 12    | 8,258            |                         | 5,573            |                         |
| Cash at bank and in hand                              |       | 1,113,769        |                         | 1,046,910        |                         |
|                                                       |       | <u>1,122,027</u> |                         | <u>1,052,483</u> |                         |
| <b>Creditors: amounts falling due within one year</b> | 13    | (72,308)         |                         | (57,863)         |                         |
| Net current assets                                    |       |                  | <u>1,049,719</u>        |                  | <u>994,620</u>          |
| <b>Total assets less current liabilities</b>          |       |                  | <u><u>1,461,744</u></u> |                  | <u><u>1,394,270</u></u> |
| <b>Income funds</b>                                   |       |                  |                         |                  |                         |
| <u>Unrestricted funds - general</u>                   |       |                  |                         |                  |                         |
| Designated funds                                      | 15    | 412,125          |                         | 399,650          |                         |
| General unrestricted funds                            |       | <u>1,049,619</u> |                         | <u>994,620</u>   |                         |
|                                                       |       |                  | <u>1,461,744</u>        |                  | <u>1,394,270</u>        |
|                                                       |       |                  | <u><u>1,461,744</u></u> |                  | <u><u>1,394,270</u></u> |

The financial statements were approved by the Trustees on 9 September 2024

Mr S Henderson (Treasurer)  
**Trustee**

**Company registration number 07394756**

# PRESTON BETHANY CARE

## STATEMENT OF CASH FLOWS

**FOR THE YEAR ENDED 31 MARCH 2024**

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|                                                  | Notes | 2024<br>£ | £         | 2023<br>£ | £         |
|--------------------------------------------------|-------|-----------|-----------|-----------|-----------|
| <b>Cash flows from operating activities</b>      |       |           |           |           |           |
| Cash generated from operations                   | 21    |           | 76,364    |           | 73,212    |
| <b>Investing activities</b>                      |       |           |           |           |           |
| Purchase of tangible fixed assets                |       | (23,839)  |           | (8,321)   |           |
| Investment income received                       |       | 14,334    |           | 6,175     |           |
|                                                  |       |           |           |           |           |
| <b>Net cash used in investing activities</b>     |       |           | (9,505)   |           | (2,146)   |
| <b>Net cash used in financing activities</b>     |       |           | -         |           | -         |
|                                                  |       |           |           |           |           |
| <b>Net increase in cash and cash equivalents</b> |       |           | 66,859    |           | 71,066    |
| Cash and cash equivalents at beginning of year   |       |           | 1,046,910 |           | 975,844   |
|                                                  |       |           |           |           |           |
| <b>Cash and cash equivalents at end of year</b>  |       |           | 1,113,769 |           | 1,046,910 |

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# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 MARCH 2024

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#### 1 Accounting policies

##### Charity information

Preston Bethany Care is a private company limited by guarantee incorporated in England and Wales. The registered office is Bethany House, Gamull Lane, Preston, Lancashire, PR2 6TQ, United Kingdom.

##### 1.1 Accounting convention

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

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

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

##### 1.2 Going concern

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

##### 1.3 Charitable funds

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

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

Restricted funds are subject to specific conditions by donors as to how they may be used.

##### 1.4 Income

Incoming resources from charitable activities comprise resident fees accounted for in the period to which the service is provided. Fees paid for care after the year end are carried forward as deferred income.

Voluntary income received by way of donations is included in incoming resources on a receivable basis.

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.

Grants receivable are recognised on a performance basis when all conditions have been fulfilled.

Investment income in the form of bank interest is credited when receivable.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2024

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#### 1 Accounting policies

(Continued)

##### 1.5 Expenditure

Expenditure is accounted for on an accruals basis, inclusive of VAT which cannot be recovered.

The expenditure on charitable activities includes the costs of running the home, support and governance costs which have been allocated to the only charitable activity which is the provision of care to residents of Bethany House.

Governance costs comprise all costs including the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to independent examination and legal fees together with trustee insurance.

##### 1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation 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:

|             |                   |
|-------------|-------------------|
| Trade marks | 10% Straight line |
|-------------|-------------------|

##### 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.

The trustees do not apply a minimum value on items that will be recognised as fixed assets. The trustees review the fixed assets and the general decor of the home on a quarterly basis and implement a policy of repairs or replacement as necessary in the best interests of the charity.

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:

|                              |                            |
|------------------------------|----------------------------|
| Leasehold land and buildings | Over the life of the lease |
| Plant and equipment          | 15% Straight Line          |
| Fixtures and fittings        | 20% Reducing Balance       |
| Computers                    | 33.3% Straight Line        |
| Furniture and equipment      | 20% Reducing Balance       |

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 and intangible 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 Cash at bank

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.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2024

#### 1 Accounting policies

(Continued)

##### 1.10 Financial instruments

The charity only has financial assets (debtors, cash and bank balances) and liabilities (creditors and accruals) of a kind that qualify as basic financial instruments. They are initially recognised at transaction value and subsequently measured at their settlement value.

##### 1.11 Employee benefits

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

##### 1.12 Retirement benefits

The company operates a defined contribution scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions are charged as an expense as they fall due.

##### 1.13 Value added tax

VAT is not recoverable by the Charity, and as such is included in the relevant costs in the Statement of Financial Activities.

#### 2 Donations, legacies and grants

|                     | Unrestricted<br>funds<br>2024<br>£ | Total<br>2023<br>£ |
|---------------------|------------------------------------|--------------------|
| Donations and gifts | 1,220                              | -                  |

#### 3 Charitable activities

|                  | 2024<br>£ | 2023<br>£ |
|------------------|-----------|-----------|
| Residential fees | 1,084,338 | 934,369   |

#### 4 Investments

|                     | 2024<br>£ | 2023<br>£ |
|---------------------|-----------|-----------|
| Interest receivable | 14,334    | 6,175     |

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2024

#### 5 Charitable activities

|                                                                 | 2024<br>£        | 2023<br>£      |
|-----------------------------------------------------------------|------------------|----------------|
| Staff costs                                                     | 756,964          | 689,341        |
| Depreciation, amortisation and loss on disposal of fixed assets | 11,464           | 14,431         |
| Food & consumables                                              | 62,598           | 55,157         |
| Heat & light                                                    | 82,920           | 56,614         |
| Rates                                                           | 6,997            | 6,702          |
| Rest home insurance                                             | 9,606            | 9,166          |
| Registration & other fees                                       | 9,470            | 9,529          |
| Telephone                                                       | 811              | 1,773          |
| Printing, postage, stationery & advertising                     | 4,112            | 3,721          |
| Repairs & renewals                                              | 44,349           | 22,237         |
| Motor expenses                                                  | 467              | 291            |
| Miscellaneous                                                   | 2,145            | 2,549          |
| Gardening                                                       | 4,079            | 3,621          |
| Clinical waste                                                  | 6,215            | 5,352          |
| Quality assurance costs                                         | 5,947            | 2,285          |
| Training                                                        | 4,656            | 1,217          |
| Bank charges                                                    | 193              | 189            |
| Governance costs:                                               |                  |                |
| Accountancy                                                     | 5,824            | 5,632          |
| Independent examination/audit                                   | 5,000            | 2,600          |
| Legal and professional                                          | 6,072            | 4,362          |
| Trustee insurance                                               | 2,529            | 2,157          |
|                                                                 | <u>1,032,418</u> | <u>898,926</u> |
| <b>Analysis by fund</b>                                         |                  |                |
| Unrestricted funds - general                                    | <u>1,032,418</u> |                |
|                                                                 | <u>1,032,418</u> |                |
| <b>For the year ended 31 March 2023</b>                         |                  |                |
| Unrestricted funds - general                                    |                  | <u>898,926</u> |
|                                                                 |                  | <u>898,926</u> |

#### 6 Trustees

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

Insurance premiums during the year amounting to £2,529 (2023: £2,157) were incurred by the charity in respect of indemnity insurance for the trustees.

During the year the charity paid Stephenson & Wright Limited £6,454 (2022: £2,190). Andrew Wright, a director and trustee, is a director and shareholder of this company. The expenditure is shown within fixed assets £Nil (2023: £1,363) and repairs £6,454 (2023: £827). No amounts were outstanding at the year end.

# PRESTON BETHANY CARE

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

### 7 Employees

#### Number of employees

The average monthly number of employees during the year was:

|                               | 2024<br>Number | 2023<br>Number |
|-------------------------------|----------------|----------------|
| Management and administration | 4              | 3              |
| Catering                      | 4              | 7              |
| Care assistants/nurses        | 32             | 30             |
| Pastoral care                 | 1              | 1              |
|                               | <u>41</u>      | <u>41</u>      |

#### Employment costs

|                     | 2024<br>£      | 2023<br>£      |
|---------------------|----------------|----------------|
| Wages and salaries  | 739,910        | 672,765        |
| Other pension costs | 17,054         | 16,576         |
|                     | <u>756,964</u> | <u>689,341</u> |

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

### 8 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

### 9 Auditor's remuneration

#### Fees payable to the charity's auditor and associates:

|                                        | 2024<br>£    | 2023<br>£    |
|----------------------------------------|--------------|--------------|
| Audit of the charity's annual accounts | 5,250        | -            |
|                                        | <u>5,250</u> | <u>-</u>     |
| <b>Non-audit services</b>              |              |              |
| Other assurance services               | -            | 2,600        |
| All other non-audit services           | 4,320        | 4,320        |
|                                        | <u>4,320</u> | <u>4,320</u> |
| <b>Total non-audit fees</b>            | <u>4,320</u> | <u>6,920</u> |

## PRESTON BETHANY CARE

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

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#### 10 Intangible fixed assets

|                                    | Trade marks<br>£ |
|------------------------------------|------------------|
| <b>Cost</b>                        |                  |
| At 1 April 2023 and 31 March 2024  | 670              |
|                                    | <hr/>            |
| <b>Amortisation and impairment</b> |                  |
| At 1 April 2023                    | 263              |
| Amortisation charged for the year  | 67               |
|                                    | <hr/>            |
| At 31 March 2024                   | 330              |
|                                    | <hr/>            |
| <b>Carrying amount</b>             |                  |
| At 31 March 2024                   | 340              |
|                                    | <hr/>            |
| At 31 March 2023                   | 407              |
|                                    | <hr/>            |

# PRESTON BETHANY CARE

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

| 11 Tangible fixed assets           |  | Leasehold<br>land and<br>buildings<br>£ | Plant and<br>equipment<br>£ | Fixtures and<br>fittings<br>£ | Computers<br>£ | Furniture and<br>equipment<br>£ | Total<br>£ |
|------------------------------------|--|-----------------------------------------|-----------------------------|-------------------------------|----------------|---------------------------------|------------|
| <b>Cost</b>                        |  |                                         |                             |                               |                |                                 |            |
| At 1 April 2023                    |  | 525,807                                 | 105,677                     | 162,165                       | 22,237         | 4,378                           | 820,264    |
| Additions                          |  | -                                       | 8,789                       | 14,225                        | 825            | -                               | 23,839     |
| Disposals                          |  | -                                       | (2,520)                     | -                             | -              | -                               | (2,520)    |
| At 31 March 2024                   |  | 525,807                                 | 111,946                     | 176,390                       | 23,062         | 4,378                           | 841,583    |
| <b>Depreciation and impairment</b> |  |                                         |                             |                               |                |                                 |            |
| At 1 April 2023                    |  | 149,130                                 | 100,226                     | 145,780                       | 22,237         | 3,648                           | 421,021    |
| Depreciation charged in the year   |  | 6,142                                   | 1,457                       | 3,513                         | 113            | 172                             | 11,397     |
| Eliminated in respect of disposals |  | -                                       | (2,520)                     | -                             | -              | -                               | (2,520)    |
| At 31 March 2024                   |  | 155,272                                 | 99,163                      | 149,293                       | 22,350         | 3,820                           | 429,898    |
| <b>Carrying amount</b>             |  |                                         |                             |                               |                |                                 |            |
| At 31 March 2024                   |  | 370,535                                 | 12,783                      | 27,097                        | 712            | 558                             | 411,685    |
| At 31 March 2023                   |  | 376,677                                 | 5,451                       | 16,385                        | -              | 730                             | 399,243    |

# PRESTON BETHANY CARE

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

### 12 Debtors

|                                             | 2024<br>£ | 2023<br>£ |
|---------------------------------------------|-----------|-----------|
| <b>Amounts falling due within one year:</b> |           |           |
| Prepayments and accrued income              | 8,258     | 5,573     |

### 13 Creditors: amounts falling due within one year

|                                    | 2024<br>£ | 2023<br>£ |
|------------------------------------|-----------|-----------|
| Other taxation and social security | 9,674     | 8,440     |
| Accruals and deferred income       | 62,634    | 49,423    |
|                                    | 72,308    | 57,863    |

### 14 Deferred income

|                                    | 2024<br>£ | 2023<br>£ |
|------------------------------------|-----------|-----------|
| Residents Fees Received In Advance | 17,455    | 27,915    |

### 15 Designated funds

|              | Balance at<br>1 April 2022<br>£ | Resources<br>expended<br>£ | Transfers<br>£ | Balance at<br>1 April 2023<br>£ | Resources<br>expended<br>£ | Transfers<br>£ | Balance at<br>31 March 2024<br>£ |
|--------------|---------------------------------|----------------------------|----------------|---------------------------------|----------------------------|----------------|----------------------------------|
| Fixed assets | 405,760                         | (14,431)                   | 8,321          | 399,650                         | (11,464)                   | 23,939         | 412,125                          |
|              | 405,760                         | (14,431)                   | 8,321          | 399,650                         | (11,464)                   | 23,939         | 412,125                          |

The general reserve is the free reserves of the charity after allowing for all designated funds.

The designated fixed asset fund is the value of the unrestricted funds represented by the tangible and intangible assets of the charity.

The resources expended represents the annual depreciation charge, amortisation charge, and the disposal of the fixed assets.

The transfer from the free reserves arises when funds are spent on fixed assets.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2024

#### 16 Analysis of net assets between funds

|                                                    | General<br>reserves<br>2024<br>£ | Designated<br>reserves<br>2024<br>£ | General<br>reserves<br>2023<br>£ | Designated<br>reserves<br>2023<br>£ |
|----------------------------------------------------|----------------------------------|-------------------------------------|----------------------------------|-------------------------------------|
| Fund balances at 31 March 2024 are represented by: |                                  |                                     |                                  |                                     |
| Intangible fixed assets                            | -                                | 340                                 | -                                | 407                                 |
| Tangible assets                                    | -                                | 411,685                             | -                                | 399,243                             |
| Current assets/(liabilities)                       | 1,049,719                        | -                                   | 994,620                          | -                                   |
|                                                    | <u>1,049,719</u>                 | <u>412,025</u>                      | <u>994,620</u>                   | <u>399,650</u>                      |

#### 17 Related party transactions

##### Remuneration of key management personnel

The remuneration of key management personnel is as follows.

|                        | 2024<br>£     | 2023<br>£     |
|------------------------|---------------|---------------|
| Aggregate compensation | <u>50,398</u> | <u>58,177</u> |

#### 18 Taxation

The charity is exempt from tax on its charitable activities.

#### 19 Company limited by guarantee

The charity is a company limited by guarantee and has no share capital. The liability of members in the event of a winding up is limited to £10 per member.

#### 20 Analysis of changes in net funds

The charity had no debt during the year.

#### 21 Cash generated from operations

|                                                                   | 2024<br>£     | 2023<br>£     |
|-------------------------------------------------------------------|---------------|---------------|
| Surplus for the year                                              | 67,474        | 41,618        |
| Adjustments for:                                                  |               |               |
| Investment income recognised in statement of financial activities | (14,334)      | (6,175)       |
| Depreciation and impairment of tangible fixed assets              | 11,464        | 14,431        |
| Movements in working capital:                                     |               |               |
| (Increase)/decrease in debtors                                    | (2,685)       | 7,884         |
| Increase in creditors                                             | 14,445        | 15,454        |
| <b>Cash generated from operations</b>                             | <u>76,364</u> | <u>73,212</u> |

**PRESTON BETHANY CARE**

England & Wales - Charity number 1140242

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# Accounts

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**Charity Registration No. 1140242**

**Company Registration No. 07394756 (England and Wales)**

**Preston Bethany Care**

**Annual Report and  
Unaudited Financial  
Statements**

**For the Year Ended  
31 March 2023**

# PRESTON BETHANY CARE

## LEGAL AND ADMINISTRATIVE INFORMATION

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|                                                |                                                                                                                                                                            |
|------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Operating name</b>                          | Bethany House                                                                                                                                                              |
| <b>Trustees</b>                                | Ms J Kay (Chairperson)<br>Mr A Wright<br>Mr S Henderson (Treasurer)<br>Dr. P Johns<br>Miss. S Etherington                                                                  |
| <b>Home manager</b>                            | Mrs G Whitfield to December 2022<br>Mrs C Garsyth from December 2022 to April 2023                                                                                         |
| <b>Charity number</b>                          | 1140242                                                                                                                                                                    |
| <b>Company number</b>                          | 07394756                                                                                                                                                                   |
| <b>Registered office and operation address</b> | Bethany House<br>Gamull Lane<br>Preston<br>Lancashire<br>PR2 6TQ                                                                                                           |
| <b>Independent examiner</b>                    | Julie Flintoff BA (Hons) FCA<br>Azets<br>Floor 1, Capital House<br>8 Pittman Court<br>Pittman Way<br>Fulwood<br>Preston<br>PR2 9ZG                                         |
| <b>Bankers</b>                                 | HSBC Bank Plc Preston<br>49a Fishergate<br>Preston<br>Lancashire<br>PR1 8BQ<br><br>Kingdom Bank<br>Ruddington Fields Business Park<br>Mere Way<br>Ruddington<br>Nottingham |

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## PRESTON BETHANY CARE

### LEGAL AND ADMINISTRATIVE INFORMATION

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Furness Building Society  
51 - 55 Duke Street  
Barrow in Furness  
Cumbria

Virgin Money  
Jubilee House  
Gosforth  
Newcastle upon Tyne  
NE3 4PL

Unity Trust Bank  
Four Brindley Place  
Birmingham  
B1 2JB

The Charity Bank Ltd  
Fosse House 182 High Street  
Tonbridge  
TN9 1BE

Cumberland Building Society  
90 Fishergate  
Preston  
PR1 2NJ

#### **Solicitors**

Napthens Solicitors  
7 Winckley Square  
Preston  
United Kingdom  
PR1 3JD

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# PRESTON BETHANY CARE

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## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023**

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The trustees present their annual report and financial statements for the year ended 31 March 2023.

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 Memorandum of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

#### **Overview of Bethany House**

Preston Bethany Care (PBC) is entirely operated by volunteer director/trustees who provide oversight of the charitable and company requirements for the operation of Bethany House residential care home. The director/trustees also aim to widen the reach and care provided to the elderly within the local Christian community.

Bethany House is a comprehensively equipped residential care home for the elderly, staffed entirely by professional management and care staff. Bethany House objectives are to provide care to all residents to a standard of excellence which embraces fundamental principles of Good Care Practice, and that this may be witnessed and evaluated through the practice, conduct and control of quality care in the home.

Bethany House is a Christian Home that upholds the principles outlined in the Statement of Faith of the Evangelical Alliance. Respect and assistance are given to enable each resident to follow their faith during their time living at Bethany House and to encourage them to continue living and serving their particular local church.

Covid 19 continued to impact somewhat into the 2022/23 financial year as staff were if unwell testing and going off sick. Although the amount of covid positive tests were much fewer.

The home is managed by a general manager together with two care managers and administrative support.

#### **Objectives and activities**

Bethany House staff team are supported and professionally trained to:

- provide proactive person centred care for all residents.
- provide personal care which assures all residents and their families of the highest possible quality of life whilst living in Bethany House.
- be flexible, attentively, non-discriminatory, and respectful of individual resident rights to independence, privacy, dignity, fulfilment, and the right to make informed choices and to take risks.
- ensure that each resident's needs and values are respected in matters of religion, culture, race or ethnic origin, sexuality and sexual orientation, political affiliation, marital status, parenthood and disabilities or impairments.
- ensure that the care service as a whole, is delivered in accordance with agreed Contracts for Care and the individual personal care plan.
- manage and deliver a formal programme of staff planning, selection, recruitment, training, personal development and rostering, to enable resident's care needs to be fully met.
- manage the care service efficiently and effectively to make best use of resources and to maximise value for money for the residents.
- ensure that all residents and their families receive written information on the Bethany House procedures for handling complaints, comments and compliments, and how to use it.

## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023**

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- ensure that Bethany House provides a secure, relaxed, and homely environment in which individual care, well-being and comfort are of prime importance.
- preserve and maintain the dignity, individuality and privacy of all residents within a warm and caring atmosphere, they are sensitive to residents' ever changing needs. Such needs may be medical / therapeutic (for physical and mental welfare), cultural, psychological, spiritual, emotional and social, and residents are encouraged to participate in the development of their individualised care plans in which the involvement of family and friends may be appropriate and is greatly valued.
- to provide programmes of activities designed to encourage mental alertness, self-esteem, and social interaction with other residents, and with recognition of the core values of care, which are fundamental to the philosophy of Preston Bethany Care and delivered through Bethany House.

The above objectives are achieved by:

- ensuring that all staff are appropriately trained and qualified to deliver the highest standards of care.
- delivering a continuous staff-training programme which ensure that these high standards are maintained in line with the latest initiatives and developments in care practices as may be laid down in appropriate legislation.
- staff working towards PBC and Bethany House on-going objectives.
- the integration of efficient administrative practices with first class standards of care in accordance with the requirements for registration with the Care Quality Commission and appropriate supplementary regulations.

The director/trustees aim to provide sufficient resources to ensure the Bethany House staff team:

- are provided with competitive remuneration packages
- are provided with the appropriate equipment and materials to fulfil their roles
- are provided with high quality training
- work in pleasant, safe working conditions
- maintain or improve on the May 2021, and subsequent review in July 2023, CQC GOOD inspection rating
- support Lancashire County Council by; providing affordable residential care for elderly residents from the local community
- maintain its Investors in People Standard for a further three years from May 2023
- maintains its ISO 9001 certification due January 2026

The director/trustees recognise the importance that the staff team fulfil in terms of delivering high quality resident care. In recognition of the staff roles the director/trustees are continually reviewing and improving the environment and conditions in order to enhance staff engagement and satisfaction.

#### **Fundamental Ethos of PBC**

PBC's fundamental ethos are that residents who live in Bethany House should be able to do so in accordance with the PBC's Statement of Values which include the following key requirements, to:

- maintain residents' rights with specific focus on helping them to maintain their privacy and dignity.
- support residents to maintain their independence within a secure safe environment
- provide resident care in accordance PBC "core values of care" to help residents live fulfilled lives,

The director/trustees recognise the significance and value of Charity Commission (CC) guidance and they aim to incorporate CC guidance and recommendations within their oversight roles.

## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023**

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#### **Public benefit**

PBC recognise the importance of providing benefits to the communities that the charity serves. Guidance provided by the Charity Commission specifically identifies requirements to provide "public benefit". PBC fulfils this Public Benefit duty via a number of concurrent initiatives, including:

- financially supporting a part time community worker at Ascension fellowship, as they provide practical social and Spiritual support to the community around Gamull lane. Ascension fellowship deliver this support via their food bank, and their Sunday services.
- financially supporting a number of local authority residents who would not normally be able to afford the fees at Bethany House. PBC delivers this via their fee "top up" funding which is used to make up the shortfall in funding between the Local Authority funding and the accommodation fees.
- providing good quality work for local community staff.

The current director/trustees (like their predecessors) recognise that:

- the original costs of building Bethany House were largely met by gifts received via Preston Bethany Trust, thus reducing operating costs because there were no repayment or interest costs.
- their on-going voluntary work enables public benefit to continue, whilst maintaining competitive rates for the care provided.
- Bethany House residents benefit significantly from the reduced operational costs of Bethany House. There is an insatiable need for local authority care, so the director/trustees try to avoid creating "resident quotas" which could be perceived as benefitting either private funding or local authority funded residents.

#### **Achievements and performance**

Although the impact of Covid 19 has reduced significantly during FY2022-23. There has continued to be periods of time when positive tests have impacted on normal life.

The following commentary provides an overview of the progress compared to the 2022-23 objectives.

- Works to maintain and improve Bethany House have now been recommenced.
- Developing the directors/trustees future strategies, and director/trustee recruitment have recommenced.
- Director/trustee relationships have been developed more largely due to the fact we have worked together in recruiting a new Manager and then working without a manager while we recruited another manager.

#### **PBC Objectives for 2023/24**

Due to the difficulties with Manager recruitment the FY2023-24- objectives remain largely unchanged.

Continue to strengthen the charity board of directors to establish a team of individuals who will:

- Recruit and retain in of new general manager.
- Continue to maintain PBC financial stability.
- Continue to maintain and enhance Bethany House, to provide a homely welcoming environment for residents, staff and residents families.
- Fulfil the aims and objectives in the statement of purpose and consolidate the developments from preceding years and to maintain business stability.
- Consolidate PBC current position and develop vision and strategy.
- Continue to raise the profile of the charity in the Christian community and develop links with local churches.
- Continue to improve the physical environment of Bethany House.
- Strengthen the Christian profile of the organisation and further develop pastoral care.

#### **Impact of COVID-19**

The trustees recognised the need to take a much longer term view of the impact from COVID-19, and the need to ensure that adequate resources continue to be provided well in to the future.

## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023**

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#### **Financial review**

The accompanying accounts show a surplus for the year of £41,618. This surplus is due to occupancy levels in the year boosting income.

The attached accounts show the current state of the finances which the trustees consider to be sound. The trustees are satisfied that the assets of the charity are available and adequate to fulfil the obligations of the Charity. They are also satisfied that the accounts comply with current statutory requirements and with the Trust Deed.

#### **Reserves policy**

In accordance with guidelines issued by the Charity Commission the level of reserves is considered and reviewed at regular intervals by the trustees. The trustees have previously adopted a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity, should be broadly equivalent to 12 months of expenditure. This level of reserves has been set because of the unknown impact on future years of COVID-19 and inflation. For the current year this would equate to £898,763, the current free reserves of the charity are £994,620 (note 15).

Under the Trust Deed, the charity has the power to invest any surplus liquid funds as the directors/trustees see fit. The charity has had a policy of keeping such funds in short and medium term deposits which allows the charity to access the funds rapidly.

#### **Risk Review**

The director/trustees recognise the crucial role that they fulfil in minimising risks to the charity and the community they serve.

During 2022-23 the director/trustees used the Charity Commission (CC) guidance to continue with their risk mitigation of PBC risks: The review identified a variety of risks and the associated mitigations, the most significant finding/conclusions are summarised below:

- The director trustees recognise that COVID-19 presented a significant risk to the charity, because of its unknown impact on many aspects of the business.
- The impact of rising energy costs was recognised as a potential risk, especially following Russia's invasion of Ukraine in February 2022.
- The review did not identify any major issues which were not already being mitigated, but the review did highlight some opportunities to improve processes and these are being progressed as required.
- Where new specific risks were identified these are being mitigated as required below.

Identification and mitigation of major risks:

- Closure of Bethany House following a fire or other major trauma. This risk is incredibly difficult to plan the precise mitigation measure required, but it is envisaged that the insurance policy is sufficient to provide some confidence that appropriate alternative accommodation will be provided as required.
- Closure of the home by external bodies. The director/trustees closely monitor how Bethany House is performing via a number of 3rd party registration bodies. These provide the director/trustees with some ongoing assurance that the current Care Quality Commission requirements are being fulfilled.
- Loss of computer held data - computer data is backed up constantly using an online backup service.
- Loss of income due to falling occupancy. The director/trustees closely monitor occupancy levels (generally in excess of 95%), this helps them to plan budgets, staffing levels and future developments.

## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023**

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#### **Structure, governance and management**

The organisation is a charitable company limited by guarantee, incorporated on 2nd October 2010 and registered as a charity in February 2011. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its articles of association. In the event of the company being wound up, members are required to contribute an amount not exceeding £10.

The company was formed to take the assets and responsibility for management of the residential care home Bethany House. This was previously operated for many years by Preston Bethany Trust, a charity founded in March 1981. On 1st April 2011 the assets and responsibility for management of Bethany House was transferred from Preston Bethany Trust to Preston Bethany Care, and subsequently Preston Bethany Trust was removed from the Charity Commission register of charities.

The trustees who served during the year were:

Trustees who are also directors for the purpose of company law:

Ms J Kay (Chairperson)

Mr A Wright

Mr S Henderson (Treasurer)

Dr. P Johns

Miss. S Etherington

#### **Appointment of Trustees**

The existing trustees are approaching charities in the local area to promote an awareness of Preston Bethany Care in the search for new trustees. A short video has been produced explaining the care Preston Bethany Care provides and what it means to be a trustee.

Trustees are elected to serve for a period of three years after which they must be re-elected. All trustees give their time voluntarily and receive no benefit from the charity.

#### **Trustee induction and training**

On appointment new trustees are inducted in the workings of the charity and provided with a directors pack which has the last accounts and minutes of trustee meetings. Information on the role and responsibilities of a trustee is given by provision of appropriate Charity Commission information. All trustees receive a DBS check prior to taking up responsibilities.

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

Ms J Kay (Chairperson)

**Trustee**

**Dated: 30 August 2023**

# **PRESTON BETHANY CARE**

## **INDEPENDENT EXAMINER'S REPORT**

### **TO THE TRUSTEES OF PRESTON BETHANY CARE**

---

I report to the trustees on my examination of the financial statements of Preston Bethany Care (the charity) for the year ended 31 March 2023.

#### **Responsibilities and basis of report**

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### **Independent examiner's statement**

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

**Julie Flintoff BA (Hons) FCA**

**Floor 1, Capital House**

**8 Pittman Court**

**Pittman Way**

**Fulwood**

**Preston**

**Lancashire**

**PR2 9ZG**

**Dated: 19 September 2023**

# PRESTON BETHANY CARE

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2023

|                                                                         |       | Unrestricted funds<br>2023<br>£ | Unrestricted funds<br>2022<br>£ | Restricted funds<br>2022<br>£ | Total<br>2022<br>£ |
|-------------------------------------------------------------------------|-------|---------------------------------|---------------------------------|-------------------------------|--------------------|
|                                                                         | Notes |                                 |                                 |                               |                    |
| <b>Income from:</b>                                                     |       |                                 |                                 |                               |                    |
| Donations, legacies and grants                                          | 2     | -                               | 1,588                           | 43,804                        | 45,392             |
| Charitable activities                                                   | 3     | 934,369                         | 719,666                         | -                             | 719,666            |
| Investments                                                             | 4     | 6,175                           | 2,756                           | -                             | 2,756              |
| <b>Total income</b>                                                     |       | 940,544                         | 724,010                         | 43,804                        | 767,814            |
| <b>Expenditure on:</b>                                                  |       |                                 |                                 |                               |                    |
| Charitable activities                                                   | 5     | 898,926                         | 747,487                         | 43,804                        | 791,291            |
| <b>Net income/(expenditure) for the year/<br/>Net movement in funds</b> |       | 41,618                          | (23,477)                        | -                             | (23,477)           |
| Fund balances at 1 April 2022                                           |       | 1,352,652                       | 1,376,129                       | -                             | 1,376,129          |
| <b>Fund balances at 31 March 2023</b>                                   |       | 1,394,270                       | 1,352,652                       | -                             | 1,352,652          |

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.

# PRESTON BETHANY CARE

## BALANCE SHEET

AS AT 31 MARCH 2023

|                                                       | Notes | 2023<br>£        | £                | 2022<br>£      | £                |
|-------------------------------------------------------|-------|------------------|------------------|----------------|------------------|
| <b>Fixed assets</b>                                   |       |                  |                  |                |                  |
| Intangible assets                                     | 9     |                  | 407              |                | 474              |
| Tangible assets                                       | 10    |                  | 399,243          |                | 405,286          |
|                                                       |       |                  | <u>399,650</u>   |                | <u>405,760</u>   |
| <b>Current assets</b>                                 |       |                  |                  |                |                  |
| Debtors                                               | 11    | 5,573            |                  | 13,457         |                  |
| Cash at bank and in hand                              |       | 1,046,910        |                  | 975,844        |                  |
|                                                       |       | <u>1,052,483</u> |                  | <u>989,301</u> |                  |
| <b>Creditors: amounts falling due within one year</b> | 12    | (57,863)         |                  | (42,409)       |                  |
| Net current assets                                    |       |                  | <u>994,620</u>   |                | <u>946,892</u>   |
| <b>Total assets less current liabilities</b>          |       |                  | <u>1,394,270</u> |                | <u>1,352,652</u> |
| <b>Income funds</b>                                   |       |                  |                  |                |                  |
| <u>Unrestricted funds - general</u>                   |       |                  |                  |                |                  |
| Designated funds                                      | 14    | 399,650          |                  | 405,760        |                  |
| General unrestricted funds                            |       | <u>994,620</u>   |                  | <u>946,892</u> |                  |
|                                                       |       |                  | <u>1,394,270</u> |                | <u>1,352,652</u> |
|                                                       |       |                  | <u>1,394,270</u> |                | <u>1,352,652</u> |

For the year ended 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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

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

The financial statements were approved by the Trustees on 14 August 2023

Mr S Henderson (Treasurer)  
**Trustee**

**Company Registration No. 07394756**

**PRESTON BETHANY CARE****STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2023**

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|                                                             | Notes | 2023<br>£ | £         | 2022<br>£ | £         |
|-------------------------------------------------------------|-------|-----------|-----------|-----------|-----------|
| <b>Cash flows from operating activities</b>                 |       |           |           |           |           |
| Cash generated from/(absorbed by) operations                | 20    |           | 73,212    |           | (23,108)  |
| <b>Investing activities</b>                                 |       |           |           |           |           |
| Purchase of tangible fixed assets                           |       | (8,321)   |           | (5,722)   |           |
| Interest received                                           |       | 6,175     |           | 2,756     |           |
|                                                             |       |           |           |           |           |
| <b>Net cash used in investing activities</b>                |       |           | (2,146)   |           | (2,966)   |
| <b>Net cash used in financing activities</b>                |       |           | -         |           | -         |
|                                                             |       |           |           |           |           |
| <b>Net increase/(decrease) in cash and cash equivalents</b> |       |           | 71,066    |           | (26,074)  |
| Cash and cash equivalents at beginning of year              |       |           | 975,844   |           | 1,001,918 |
|                                                             |       |           |           |           |           |
| <b>Cash and cash equivalents at end of year</b>             |       |           | 1,046,910 |           | 975,844   |

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# **PRESTON BETHANY CARE**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE YEAR ENDED 31 MARCH 2023**

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#### **1 Accounting policies**

##### **Charity information**

Preston Bethany Care is a private company limited by guarantee incorporated in England and Wales. The registered office is Bethany House, Gamull Lane, Preston, Lancashire, PR2 6TQ, United Kingdom.

##### **1.1 Accounting convention**

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

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

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

##### **1.2 Going concern**

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

##### **1.3 Charitable funds**

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

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

Restricted funds are subject to specific conditions by donors as to how they may be used.

##### **1.4 Income**

Incoming resources from charitable activities comprise resident fees accounted for in the period to which the service is provided. Fees paid for care after the year end are carried forward as deferred income.

Voluntary income received by way of donations is included in incoming resources on a receivable basis.

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.

Grants receivable are recognised on a performance basis when all conditions have been fulfilled.

Investment income in the form of bank interest is credited when receivable.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2023

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#### 1 Accounting policies

(Continued)

##### 1.5 Expenditure

Expenditure is accounted for on an accruals basis, inclusive of VAT which cannot be recovered.

The expenditure on charitable activities includes the costs of running the home, support and governance costs which have been allocated to the only charitable activity which is the provision of care to residents of Bethany House.

Governance costs comprise all costs including the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to independent examination and legal fees together with trustee insurance.

##### 1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation 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:

|             |                   |
|-------------|-------------------|
| Trade marks | 10% Straight line |
|-------------|-------------------|

##### 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.

The trustees do not apply a minimum value on items that will be recognised as fixed assets. The trustees review the fixed assets and the general decor of the home on a quarterly basis and implement a policy of repairs or replacement as necessary in the best interests of the charity.

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:

|                              |                            |
|------------------------------|----------------------------|
| Leasehold land and buildings | Over the life of the lease |
| Plant and equipment          | 15% Straight Line          |
| Fixtures and fittings        | 20% Reducing Balance       |
| Computers                    | 33.3% Straight Line        |
| Furniture and equipment      | 20% Reducing Balance       |

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 and intangible 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 Cash at bank

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.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2023

#### 1 Accounting policies

(Continued)

##### 1.10 Financial instruments

The charity only has financial assets (debtors, cash and bank balances) and liabilities (creditors and accruals) of a kind that qualify as basic financial instruments. They are initially recognised at transaction value and subsequently measured at their settlement value.

##### 1.11 Employee benefits

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

##### 1.12 Retirement benefits

The company operates a defined contribution scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions are charged as an expense as they fall due.

##### 1.13 Value added tax

VAT is not recoverable by the Charity, and as such is included in the relevant costs in the Statement of Financial Activities.

#### 2 Donations, legacies and grants

|                                         | Unrestricted<br>funds<br>2023<br>£ | Restricted<br>funds<br>2023<br>£ | Total<br>2023<br>£ | Total<br>2022<br>£ |
|-----------------------------------------|------------------------------------|----------------------------------|--------------------|--------------------|
| Donations and gifts                     | -                                  | -                                | -                  | 155                |
| Job Retention Scheme                    | -                                  | -                                | -                  | 1,433              |
| Other government grants                 | -                                  | -                                | -                  | 43,804             |
|                                         | -                                  | -                                | -                  | 45,392             |
| <b>For the year ended 31 March 2022</b> | <b>1,588</b>                       | <b>43,804</b>                    |                    | <b>45,392</b>      |

#### 3 Charitable activities

|                  | 2023<br>£ | 2022<br>£ |
|------------------|-----------|-----------|
| Residential fees | 934,369   | 719,666   |

#### 4 Investments

|                     | 2023<br>£ | 2022<br>£ |
|---------------------|-----------|-----------|
| Interest receivable | 6,175     | 2,756     |

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2023

#### 5 Charitable activities

|                                                                 | 2023<br>£      | 2022<br>£      |
|-----------------------------------------------------------------|----------------|----------------|
| Staff costs                                                     | 689,341        | 632,530        |
| Depreciation, amortisation and loss on disposal of fixed assets | 14,431         | 18,179         |
| Food & consumables                                              | 55,157         | 43,235         |
| Heat & light                                                    | 56,614         | 29,539         |
| Rates                                                           | 6,702          | 6,631          |
| Rest home insurance                                             | 9,166          | 7,511          |
| Registration & other fees                                       | 9,529          | 7,422          |
| Telephone                                                       | 1,773          | 1,190          |
| Printing, postage, stationery & advertising                     | 3,721          | 3,983          |
| Repairs & renewals                                              | 22,237         | 17,326         |
| Motor expenses                                                  | 291            | 287            |
| Miscellaneous                                                   | 2,549          | 1,661          |
| Gardening                                                       | 3,621          | 3,215          |
| Clinical waste                                                  | 5,352          | 5,065          |
| Quality assurance costs                                         | 2,285          | 4,403          |
| Training                                                        | 1,217          | 159            |
| Bank charges                                                    | 189            | 60             |
| Governance costs:                                               |                |                |
| Accountancy                                                     | 5,632          | 5,656          |
| Independent examination/audit                                   | 2,600          | 2,600          |
| Legal and professional                                          | 4,362          | -              |
| Trustee insurance                                               | 2,157          | 639            |
|                                                                 | <u>898,926</u> | <u>791,291</u> |
| <b>Analysis by fund</b>                                         |                |                |
| Unrestricted funds - general                                    | <u>898,926</u> |                |
|                                                                 | <u>898,926</u> |                |
| <b>For the year ended 31 March 2022</b>                         |                |                |
| Unrestricted funds - general                                    |                | 747,487        |
| Restricted funds                                                |                | 43,804         |
|                                                                 |                | <u>791,291</u> |

#### 6 Trustees

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

Insurance premiums during the year amounting to £2,157 (2022: £639) were incurred by the charity in respect of indemnity insurance for the trustees.

During the year the charity paid Stephenson & Wright Limited £2,190 (2022: Nil). Andrew Wright, a director and trustee, is a director and shareholder of this company. The expenditure is shown within fixed assets £1,363 and repairs £827. No amounts were outstanding at the year end.

## PRESTON BETHANY CARE

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

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#### 7 Employees

##### Number of employees

The average monthly number of employees during the year was:

|                               | 2023<br>Number | 2022<br>Number |
|-------------------------------|----------------|----------------|
| Management and administration | 3              | 3              |
| Catering                      | 7              | 5              |
| Care assistants/nurses        | 30             | 30             |
| Pastoral care                 | 1              | 1              |
|                               | <hr/> 41       | <hr/> 39       |
|                               | <hr/>          | <hr/>          |

##### Employment costs

|                     | 2023<br>£     | 2022<br>£     |
|---------------------|---------------|---------------|
| Wages and salaries  | 672,765       | 616,535       |
| Other pension costs | 16,576        | 15,995        |
|                     | <hr/> 689,341 | <hr/> 632,530 |
|                     | <hr/>         | <hr/>         |

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

#### 8 Auditor's remuneration

The analysis of auditor's remuneration is as follows:

|                                  | 2023<br>£   | 2022<br>£   |
|----------------------------------|-------------|-------------|
| Audit/independent examination    | 2,600       | 2,600       |
| Accountancy services             | 3,448       | 3,472       |
| Other services including payroll | 2,184       | 2,184       |
|                                  | <hr/> 8,232 | <hr/> 8,256 |
|                                  | <hr/>       | <hr/>       |

## PRESTON BETHANY CARE

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

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#### 9 Intangible fixed assets

|                                    | Trade marks<br>£ |
|------------------------------------|------------------|
| <b>Cost</b>                        |                  |
| At 1 April 2022 and 31 March 2023  | 670              |
|                                    | <hr/>            |
| <b>Amortisation and impairment</b> |                  |
| At 1 April 2022                    | 196              |
| Amortisation charged for the year  | 67               |
|                                    | <hr/>            |
| At 31 March 2023                   | 263              |
|                                    | <hr/>            |
| <b>Carrying amount</b>             |                  |
| At 31 March 2023                   | 407              |
|                                    | <hr/>            |
| At 31 March 2022                   | 474              |
|                                    | <hr/>            |

**PRESTON BETHANY CARE**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2023**

| <b>10 Tangible fixed assets</b>    |                                                   |                                      |                                        |                        |                                          |                    |  |  |  |
|------------------------------------|---------------------------------------------------|--------------------------------------|----------------------------------------|------------------------|------------------------------------------|--------------------|--|--|--|
|                                    | <b>Leasehold<br/>land and<br/>buildings<br/>£</b> | <b>Plant and<br/>equipment<br/>£</b> | <b>Fixtures and<br/>fittings<br/>£</b> | <b>Computers<br/>£</b> | <b>Furniture and<br/>equipment<br/>£</b> | <b>Total<br/>£</b> |  |  |  |
| <b>Cost</b>                        |                                                   |                                      |                                        |                        |                                          |                    |  |  |  |
| At 1 April 2022                    | 521,692                                           | 103,710                              | 165,001                                | 26,794                 | 3,779                                    | 820,976            |  |  |  |
| Additions                          | 4,115                                             | 1,967                                | 1,380                                  | -                      | 859                                      | 8,321              |  |  |  |
| Disposals                          | -                                                 | -                                    | (4,216)                                | (4,557)                | (260)                                    | (9,033)            |  |  |  |
| At 31 March 2023                   | 525,807                                           | 105,677                              | 162,165                                | 22,237                 | 4,378                                    | 820,264            |  |  |  |
| <b>Depreciation and impairment</b> |                                                   |                                      |                                        |                        |                                          |                    |  |  |  |
| At 1 April 2022                    | 142,988                                           | 97,589                               | 145,940                                | 25,394                 | 3,779                                    | 415,690            |  |  |  |
| Depreciation charged in the year   | 6,142                                             | 2,637                                | 3,893                                  | 1,400                  | 129                                      | 14,201             |  |  |  |
| Eliminated in respect of disposals | -                                                 | -                                    | (4,053)                                | (4,557)                | (260)                                    | (8,870)            |  |  |  |
| At 31 March 2023                   | 149,130                                           | 100,226                              | 145,780                                | 22,237                 | 3,648                                    | 421,021            |  |  |  |
| <b>Carrying amount</b>             |                                                   |                                      |                                        |                        |                                          |                    |  |  |  |
| At 31 March 2023                   | 376,677                                           | 5,451                                | 16,385                                 | -                      | 730                                      | 399,243            |  |  |  |
| At 31 March 2022                   | 378,704                                           | 6,121                                | 19,061                                 | 1,400                  | -                                        | 405,286            |  |  |  |

**PRESTON BETHANY CARE**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 MARCH 2023**

**11 Debtors**

|                                             | <b>2023</b> | <b>2022</b> |
|---------------------------------------------|-------------|-------------|
|                                             | <b>£</b>    | <b>£</b>    |
| <b>Amounts falling due within one year:</b> |             |             |
| Prepayments and accrued income              | 5,573       | 13,457      |

**12 Creditors: amounts falling due within one year**

|                                    | <b>2023</b> | <b>2022</b> |
|------------------------------------|-------------|-------------|
|                                    | <b>£</b>    | <b>£</b>    |
| Other taxation and social security | 8,440       | 6,914       |
| Accruals and deferred income       | 49,423      | 35,495      |
|                                    | 57,863      | 42,409      |

**13 Deferred income**

|                                    | <b>2023</b> | <b>2022</b> |
|------------------------------------|-------------|-------------|
|                                    | <b>£</b>    | <b>£</b>    |
| Residents Fees Received In Advance | 17,455      | 27,915      |

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

| 14 Designated funds      | Balance at<br>1 April 2021<br>£ | Movement in funds          |                            |                | Balance at<br>1 April 2022<br>£ | Movement in funds          |                            |                | Transfers<br>£ | Balance at<br>31 March 2023<br>£ |
|--------------------------|---------------------------------|----------------------------|----------------------------|----------------|---------------------------------|----------------------------|----------------------------|----------------|----------------|----------------------------------|
|                          |                                 | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Transfers<br>£ |                                 | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Transfers<br>£ |                |                                  |
| General reserves         | 957,912                         | 724,010                    | (729,308)                  | (5,722)        | 946,892                         | 940,544                    | (884,495)                  | (8,321)        |                | 994,620                          |
| Fixed asset fund at cost | 418,217                         | -                          | (18,179)                   | 5,722          | 405,760                         | -                          | (14,431)                   | 8,321          |                | 399,650                          |
|                          | 1,376,129                       | 724,010                    | (747,487)                  | -              | 1,352,652                       | 940,544                    | (898,926)                  | -              |                | 1,394,270                        |

The general reserve is the free reserves of the charity after allowing for all designated funds.

The designated fixed asset fund is the value of the unrestricted funds represented by the tangible and intangible assets of the charity.

The resources expended represents the annual depreciation charge, amortisation charge, and the disposal of the fixed assets.

The transfer from the free reserves arises when funds are spent on fixed assets.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2023

#### 15 Analysis of net assets between funds

|                                                       | General<br>reserves<br>2023<br>£ | Designated<br>reserves<br>2023<br>£ | General<br>reserves<br>2022<br>£ | Designated<br>reserves<br>2022<br>£ | Total<br>2022<br>£ |
|-------------------------------------------------------|----------------------------------|-------------------------------------|----------------------------------|-------------------------------------|--------------------|
| Fund balances at 31 March 2023<br>are represented by: |                                  |                                     |                                  |                                     |                    |
| Intangible fixed assets                               | -                                | 407                                 | -                                | 474                                 | 474                |
| Tangible assets                                       | -                                | 399,243                             | -                                | 405,286                             | 405,286            |
| Current assets/(liabilities)                          | 994,620                          | -                                   | 946,892                          | -                                   | 946,892            |
|                                                       | <u>994,620</u>                   | <u>399,650</u>                      | <u>946,892</u>                   | <u>405,760</u>                      | <u>1,352,652</u>   |

#### 16 Related party transactions

##### Remuneration of key management personnel

The remuneration of key management personnel is as follows.

|                        | 2023<br>£     | 2022<br>£     |
|------------------------|---------------|---------------|
| Aggregate compensation | <u>58,177</u> | <u>46,139</u> |

#### 17 Taxation

The charity is exempt from tax on its charitable activities.

#### 18 Company limited by guarantee

The charity is a company limited by guarantee and has no share capital. The liability of members in the event of a winding up is limited to £10 per member.

#### 19 Analysis of changes in net funds

The charity had no debt during the year.

#### 20 Cash generated from operations

|                                                                   | 2023<br>£     | 2022<br>£       |
|-------------------------------------------------------------------|---------------|-----------------|
| Surplus/(deficit) for the year                                    | 41,618        | (23,477)        |
| Adjustments for:                                                  |               |                 |
| Investment income recognised in statement of financial activities | (6,175)       | (2,756)         |
| Depreciation and impairment of tangible fixed assets              | 14,431        | 18,179          |
| Movements in working capital:                                     |               |                 |
| Decrease/(increase) in debtors                                    | 7,884         | (8,490)         |
| Increase/(decrease) in creditors                                  | 15,454        | (6,564)         |
| <b>Cash generated from/(absorbed by) operations</b>               | <u>73,212</u> | <u>(23,108)</u> |

**PRESTON BETHANY CARE**

England & Wales - Charity number 1140242

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# Accounts

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**Charity Registration No. 1140242**

**Company Registration No. 07394756 (England and Wales)**

**Preston Bethany Care**

**Annual Report and  
Unaudited Financial  
Statements**

**For the Year Ended  
31 March 2022**

# PRESTON BETHANY CARE

## LEGAL AND ADMINISTRATIVE INFORMATION

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|                                                |                                                                                                                                                                            |
|------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Operating name</b>                          | Bethany House                                                                                                                                                              |
| <b>Trustees</b>                                | Ms J Kay (Chairperson)<br>Mr A Wright<br>Mr S Henderson (Treasurer)<br>Dr. P Johns<br>Mrs. G Nixon-Smith<br>Miss. S Etherington<br>Mr M Passmore                           |
| <b>Home manager</b>                            | Mrs G Whitfield                                                                                                                                                            |
| <b>Charity number</b>                          | 1140242                                                                                                                                                                    |
| <b>Company number</b>                          | 07394756                                                                                                                                                                   |
| <b>Registered office and operation address</b> | Bethany House<br>Gamull Lane<br>Preston<br>Lancashire<br>PR2 6TQ                                                                                                           |
| <b>Independent examiner</b>                    | Julie Flintoff BA (Hons) FCA<br>Azets<br>Floor 1, Capital House<br>8 Pittman Court<br>Pittman Way<br>Fulwood<br>Preston<br>PR2 9ZG                                         |
| <b>Bankers</b>                                 | HSBC Bank Plc Preston<br>49a Fishergate<br>Preston<br>Lancashire<br>PR1 8BQ<br><br>Kingdom Bank<br>Ruddington Fields Business Park<br>Mere Way<br>Ruddington<br>Nottingham |

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## PRESTON BETHANY CARE

### LEGAL AND ADMINISTRATIVE INFORMATION

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Furness Building Society  
51 - 55 Duke Street  
Barrow in Furness  
Cumbria

Virgin Money  
Jubilee House  
Gosforth  
Newcastle upon Tyne  
NE3 4PL

Unity Trust Bank  
Four Brindley Place  
Birmingham  
B1 2JB

The Charity Bank Ltd  
Fosse House 182 High Street  
Tonbridge  
TN9 1BE

Cumberland Building Society  
90 Fishergate  
Preston  
PR1 2NJ

#### **Solicitors**

Napthens Solicitors  
7 Winckley Square  
Preston  
United Kingdom  
PR1 3JD

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# PRESTON BETHANY CARE

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## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)**

#### **FOR THE YEAR ENDED 31 MARCH 2022**

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The trustees present their 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 Memorandum of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

#### **Overview of Bethany House**

Preston Bethany Care (PBC) is entirely operated by volunteer director/trustees who provide oversight of the charitable and company requirements for the operation of Bethany House residential care home. The director/trustees also aim to widen the reach and care provided to the elderly within the local Christian community.

Bethany House is a comprehensively equipped residential care home for the elderly, staffed entirely by professional management and care staff. Bethany House objectives are to provide care to all residents to a standard of excellence which embraces fundamental principles of Good Care Practice, and that this may be witnessed and evaluated through the practice, conduct and control of quality care in the home.

Bethany House is a Christian Home that upholds the principles outlined in the Statement of Faith of the Evangelical Alliance. Respect and assistance are given to enable each resident to follow their faith during their time living at Bethany House and to encourage them to continue living and serving their particular local church.

Covid 19 created significant challenges for the Bethany House staff team during FY2021-22. Bethany House suffered a couple of Covid outbreaks, these outbreaks had a multi-faceted impact on residents, staff and potential new residents, with the consequential reduction in overall occupation levels, and the associated negative impact on the financial performance of the charity.

The home is managed by a general manager together with two care managers and administrative support.

#### **Objectives and activities**

Bethany House staff team are supported and professionally trained to:

- provide proactive person centred care for all residents.
- provide personal care which assures all residents and their families of the highest possible quality of life whilst living in Bethany House.
- be flexible, attentively, non-discriminatory, and respectful of individual resident rights to independence, privacy, dignity, fulfilment, and the right to make informed choices and to take risks.
- ensure that each resident's needs and values are respected in matters of religion, culture, race or ethnic origin, sexuality and sexual orientation, political affiliation, marital status, parenthood and disabilities or impairments.
- ensure that the care service as a whole, is delivered in accordance with agreed Contracts for Care and the individual personal care plan.
- manage and deliver a formal programme of staff planning, selection, recruitment, training, personal development and rostering, to enable resident's care needs to be fully met.
- manage the care service efficiently and effectively to make best use of resources and to maximise value for money for the residents.
- ensure that all residents and their families receive written information on the Bethany House procedures for handling complaints, comments and compliments, and how to use it.

## **PRESTON BETHANY CARE**

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

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- ensure that Bethany House provides a secure, relaxed, and homely environment in which individual care, well-being and comfort are of prime importance.
- preserve and maintain the dignity, individuality and privacy of all residents within a warm and caring atmosphere, they are sensitive to residents' ever changing needs. Such needs may be medical / therapeutic (for physical and mental welfare), cultural, psychological, spiritual, emotional and social, and residents are encouraged to participate in the development of their individualised care plans in which the involvement of family and friends may be appropriate and is greatly valued.
- to provide programmes of activities designed to encourage mental alertness, self-esteem, and social interaction with other residents, and with recognition of the core values of care, which are fundamental to the philosophy of Preston Bethany Care and delivered through Bethany House.

The above objectives are achieved by:

- ensuring that all staff are appropriately trained and qualified to deliver the highest standards of care.
- delivering a continuous staff-training programme which ensure that these high standards are maintained in line with the latest initiatives and developments in care practices as may be laid down in appropriate legislation.
- staff working towards PBC and Bethany House on-going objectives.
- the integration of efficient administrative practices with first class standards of care in accordance with the requirements for registration with the Care Quality Commission and appropriate supplementary regulations.

The director/trustees aim to provide sufficient resources to ensure the Bethany House staff team:

- are provided with competitive remuneration packages
- are provided with the appropriate equipment and materials to fulfil their roles
- are provided with high quality training
- work in pleasant, safe working conditions
- maintain or improve on the October 2019 CQC GOOD inspection rating
- support Lancashire County Council by; providing affordable residential care for elderly residents from the local community
- maintain its Investors in People Standard for a further three years from March 2020
- maintains its ISO 9001 certification from January 2020. This certification lasts for three years.

The director/trustees recognise the importance that the staff team fulfil in terms of delivering high quality resident care. In recognition of the staff roles the director/trustees are continually reviewing and improving the environment and conditions in order to enhance staff engagement and satisfaction.

#### **Fundamental Ethos of PBC**

PBC's fundamental ethos are that residents who live in Bethany House should be able to do so in accordance with the PBC's Statement of Values which include the following key requirements, to:

- maintain residents' rights with specific focus on helping them to maintain their privacy and dignity.
- support residents to maintain their independence within a secure safe environment
- provide resident care in accordance PBC "core values of care" to help residents live fulfilled lives,

The director/trustees recognise the significance and value of Charity Commission (CC) guidance and they aim to incorporate CC guidance and recommendations within their oversight roles.

## **PRESTON BETHANY CARE**

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

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#### **Public benefit**

PBC recognise the importance of providing benefits to the communities that the charity serves. Guidance provided by the Charity Commission specifically identifies requirements to provide "public benefit". PBC fulfils this Public Benefit duty via a number of concurrent initiatives, including:

- financially supporting a part time community worker at Ascension fellowship, as they provide practical social and Spiritual support to the community around Gamull lane. Ascension fellowship deliver this support via their food bank, and their Sunday services.
- financially supporting a number of local authority residents who would not normally be able to afford the fees at Bethany House. PBC delivers this via their fee "top up" funding which is used to make up the shortfall in funding between the Local Authority funding and the accommodation fees.
- providing good quality work for local community staff.

The current director/trustees (like their predecessors) recognise that:

- the original costs of building Bethany House were largely met by gifts received via Preston Bethany Trust, thus reducing operating costs because there were no repayment or interest costs.
- their on-going voluntary work enables public benefit to continue, whilst maintaining competitive rates for the care provided.
- Bethany House residents benefit significantly from the reduced operational costs of Bethany House. There is an insatiable need for local authority care, so the director/trustees try to avoid creating "resident quotas" which could be perceived as benefitting either private funding or local authority funded residents.

#### **Achievements and performance**

During FY2021-22, like FY2020-21 has seen PBC and Bethany House directly impacted by the COVID-19 pandemic, and this has significantly impacted on most aspects of normal life.

The following commentary provides an overview of the progress compared to the 2020-21 objectives.

- The resident and staff have made numerous positive comments regarding the benefits of the additional Pastoral Care resource provided during the pandemic. The directors/trustees acknowledge the significant benefit that this additional Pastoral Care has had on the mental, physical & Spiritual wellbeing of residents and staff, especially at the height of the pandemic.
- Works to maintain and improve Bethany House have been curtailed during the pandemic, but Bethany House has managed to continue to maintain all the critical elements of the facilities.
- The pandemic has delayed progress developing the directors/trustees future strategies, postponed the director/trustee recruitment, and drastically reduced opportunities for director/trustees relationship development.

#### **PBC Objectives for 2022/23**

Due to the restrictions required to control COVID-19 the FY2022-23 objectives remain largely unchanged.

Continue to strengthen the charity board of directors to establish a team of individuals who will:

- recruitment and retention of new general manager
- continue to maintain PBC financial stability.
- continue to maintain and enhance Bethany House, to provide a homely welcoming environment for residents, staff and residents families.
- fulfil the aims and objectives in the statement of purpose and consolidate the developments from preceding years and to maintain business stability.
- consolidate PBC current position and develop vision and strategy.
- continue to raise the profile of the charity in the Christian community and develop links with local churches.
- continue to improve the physical environment of Bethany House.
- strengthen the Christian profile of the organisation and further develop pastoral care.

## **PRESTON BETHANY CARE**

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

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#### **Impact of COVID-19**

As the pandemic developed the government continued to provide financial support via additional grants. These grants were welcomed by the trustees, and they used the grants to ensure that residents and staff could implement all the changing requirements associated with mitigating the impact of COVID-19.

As the pandemic developed Bethany House used the grants to fund:

- increased staffing levels for the additional physical, emotional and spiritual care.
- additional support for residents and staff to help offset some of the loss of human contact from family and friends.
- increase staffing levels to provide additional resident support whilst resident were in isolations,
- additional routine and deep cleaning,
- retaining one bedroom as a social distanced space for staff to take breaks in line with guidance, and

Throughout most of FY2021-22 the impact of COVID-19 has been fairly significant, resulting in higher levels staff and resident infections, significantly higher levels of vacancies, reduced income, combined with the higher staffing costs required to care for residents who are all isolating.

The trustees recognised the need to take a much longer term view of the impact from COVID-19, and the need to ensure that adequate resources continue to be provided well in to the future.

#### **Financial review**

The accompanying accounts show net expenditure for the year of £23,477. This deficit is due to occupancy levels in the year resulting in lower income. The charity has continued to receive support from the government.

The attached accounts show the current state of the finances which the trustees consider to be sound. The trustees are satisfied that the assets of the charity are available and adequate to fulfil the obligations of the Charity. They are also satisfied that the accounts comply with current statutory requirements and with the Trust Deed.

#### **Reserves policy**

In accordance with guidelines issued by the Charity Commission the level of reserves is considered and reviewed at regular intervals by the trustees. The trustees have previously adopted a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity, should be broadly equivalent to 12 months of expenditure. This level of reserves has been set because of the unknown impact on future years of COVID-19 and inflation. For the current year this would equate to £791,291, the current free reserves of the charity are £946,892 (note 15).

Under the Trust Deed, the charity has the power to invest any surplus liquid funds as the directors/trustees see fit. The charity has had a policy of keeping such funds in short and medium term deposits which allows the charity to access the funds rapidly.

## **PRESTON BETHANY CARE**

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

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#### **Risk Review**

The director/trustees recognise the crucial role that they fulfil in minimising risks to the charity and the community they serve.

During 2021-22 the director/trustees used the Charity Commission (CC) guidance to continue with their risk mitigation of PBC risks: The review identified a variety of risks and the associated mitigations, the most significant finding/conclusions are summarised below:

- The director trustees recognise that COVID-19 presented a significant risk to the charity, because of its unknown impact on many aspects of the business.
- The impact of rising energy costs was recognised as a potential risk, especially following Russia's invasion of Ukraine in February.
- The review did not identify any major issues which were not already being mitigated, but the review did highlight some opportunities to improve processes and these are being progressed as required.
- Where new specific risks were identified these are be mitigated as required below.

Identification and mitigation of major risks:

- Closure of Bethany House following a fire or other major trauma. This risk is incredibly difficult to plan the precise mitigation measure required, but it is envisaged that the insurance policy is sufficient to provide some confidence that appropriate alternative accommodation will be provided as required.
- Closure of the home by external bodies. The director/trustees closely monitor how Bethany House is performing via a number of 3rd party registration bodies. These provide the director/trustees with some ongoing assurance that the current Care Quality Commission requirements are being fulfilled.
- Loss of computer held data - computer data is backed up constantly using an online backup service.
- Loss of income due to falling occupancy. The director/trustees closely monitor occupancy levels (generally in excess of 95%), this helps them to plan budgets, staffing levels and future developments.

## **PRESTON BETHANY CARE**

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

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#### **Structure, governance and management**

The organisation is a charitable company limited by guarantee, incorporated on 2nd October 2010 and registered as a charity in February 2011. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its articles of association. In the event of the company being wound up, members are required to contribute an amount not exceeding £10.

The company was formed to take the assets and responsibility for management of the residential care home Bethany House. This was previously operated for many years by Preston Bethany Trust, a charity founded in March 1981. On 1st April 2011 the assets and responsibility for management of Bethany House was transferred from Preston Bethany Trust to Preston Bethany Care, and subsequently Preston Bethany Trust was removed from the Charity Commission register of charities.

The trustees who served during the year were:

Trustees who are also directors for the purpose of company law:

Ms J Kay (Chairperson)

Mr A Wright

Mr S Henderson (Treasurer)

Dr P Johns

Mrs G Nixon-Smith

Miss S Etherington

Mr M Passmore

#### **Appointment of Trustees**

The existing trustees are approaching charities in the local area to promote an awareness of Preston Bethany Care in the search for new trustees. A short video has been produced explaining the care Preston Bethany Care provides and what it means to be a trustee.

Trustees are elected to serve for a period of three years after which they must be re-elected. All trustees give their time voluntarily and receive no benefit from the charity.

#### **Trustee induction and training**

On appointment new trustees are inducted in the workings of the charity and provided with a directors pack which has the last accounts and minutes of trustee meetings. Information on the role and responsibilities of a trustee is given by provision of appropriate Charity Commission information. All trustees receive a DBS check prior to taking up responsibilities.

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

**Ms J Kay (Chairperson)**

**Trustee**

Dated: 25 August 2022

# **PRESTON BETHANY CARE**

## **INDEPENDENT EXAMINER'S REPORT**

### **TO THE TRUSTEES OF PRESTON BETHANY CARE**

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I report to the trustees on my examination of the financial statements of Preston Bethany Care (the charity) for the year ended 31 March 2022.

#### **Responsibilities and basis of report**

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### **Independent examiner's statement**

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

**Julie Flintoff BA (Hons) FCA**  
**1st Floor Capital House**  
**8 Pittman Court**  
**Pittman Way**  
**Fulwood**  
**Preston**  
**Lancashire**  
**PR2 9ZG**

**Dated: 25 August 2022**

# PRESTON BETHANY CARE

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

**FOR THE YEAR ENDED 31 MARCH 2022**

|                                                                             |       | Unrestricted<br>funds<br>2022<br>£ | Restricted<br>funds<br>2022<br>£ | Total<br>2022<br>£ | Unrestricted<br>funds<br>2021<br>£ | Restricted<br>funds<br>2021<br>£ | Total<br>2021<br>£ |
|-----------------------------------------------------------------------------|-------|------------------------------------|----------------------------------|--------------------|------------------------------------|----------------------------------|--------------------|
|                                                                             | Notes |                                    |                                  |                    |                                    |                                  |                    |
| <b><u>Income from:</u></b>                                                  |       |                                    |                                  |                    |                                    |                                  |                    |
| Donations, legacies<br>and grants                                           | 2     | 1,588                              | 43,804                           | 45,392             | 13,002                             | 65,907                           | 78,909             |
| Charitable activities                                                       | 3     | 719,666                            | -                                | 719,666            | 793,234                            | -                                | 793,234            |
| Investments                                                                 | 4     | 2,756                              | -                                | 2,756              | 4,662                              | -                                | 4,662              |
| <b>Total income</b>                                                         |       | <b>724,010</b>                     | <b>43,804</b>                    | <b>767,814</b>     | <b>810,898</b>                     | <b>65,907</b>                    | <b>876,805</b>     |
| <b><u>Expenditure on:</u></b>                                               |       |                                    |                                  |                    |                                    |                                  |                    |
| Charitable activities                                                       | 5     | 747,487                            | 43,804                           | 791,291            | 731,475                            | 44,552                           | 776,027            |
| Gross transfers<br>between funds                                            |       | -                                  | -                                | -                  | 21,355                             | (21,355)                         | -                  |
| <b>Net (expenditure)/income<br/>for the year/<br/>Net movement in funds</b> |       | <b>(23,477)</b>                    | <b>-</b>                         | <b>(23,477)</b>    | <b>100,778</b>                     | <b>-</b>                         | <b>100,778</b>     |
| Fund balances at 1<br>April 2021                                            |       | 1,376,129                          | -                                | 1,376,129          | 1,275,351                          | -                                | 1,275,351          |
| <b>Fund balances at 31<br/>March 2022</b>                                   |       | <b>1,352,652</b>                   | <b>-</b>                         | <b>1,352,652</b>   | <b>1,376,129</b>                   | <b>-</b>                         | <b>1,376,129</b>   |

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.

# PRESTON BETHANY CARE

## BALANCE SHEET

AS AT 31 MARCH 2022

|                                                       | Notes | 2022<br>£ | £                | 2021<br>£ | £                |
|-------------------------------------------------------|-------|-----------|------------------|-----------|------------------|
| <b>Fixed assets</b>                                   |       |           |                  |           |                  |
| Intangible assets                                     | 9     |           | 474              |           | 523              |
| Tangible assets                                       | 10    |           | 405,286          |           | 417,694          |
|                                                       |       |           | <u>405,760</u>   |           | <u>418,217</u>   |
| <b>Current assets</b>                                 |       |           |                  |           |                  |
| Debtors                                               | 11    | 13,457    |                  | 4,967     |                  |
| Cash at bank and in hand                              |       | 975,844   |                  | 1,001,918 |                  |
|                                                       |       |           | <u>989,301</u>   |           | <u>1,006,885</u> |
| <b>Creditors: amounts falling due within one year</b> | 12    | (42,409)  |                  | (48,973)  |                  |
| Net current assets                                    |       |           | <u>946,892</u>   |           | <u>957,912</u>   |
| <b>Total assets less current liabilities</b>          |       |           | <u>1,352,652</u> |           | <u>1,376,129</u> |
| <b>Income funds</b>                                   |       |           |                  |           |                  |
| <u>Unrestricted funds - general</u>                   |       |           |                  |           |                  |
| Designated funds                                      | 15    | 405,760   |                  | 418,217   |                  |
| General unrestricted funds                            |       | 946,892   |                  | 957,912   |                  |
|                                                       |       |           | <u>1,352,652</u> |           | <u>1,376,129</u> |
|                                                       |       |           | <u>1,352,652</u> |           | <u>1,376,129</u> |

For the year ended 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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

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

The financial statements were approved by the Trustees on 25 August 2022

Mr S Henderson (Treasurer)  
**Trustee**

**Company Registration No. 07394756**

# PRESTON BETHANY CARE

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2022

|                                                             | Notes | 2022<br>£ | £         | 2021<br>£ | £         |
|-------------------------------------------------------------|-------|-----------|-----------|-----------|-----------|
| <b>Cash flows from operating activities</b>                 |       |           |           |           |           |
| Cash (absorbed by)/generated from operations                | 21    |           | (23,108)  |           | 116,828   |
| <b>Investing activities</b>                                 |       |           |           |           |           |
| Purchase of tangible fixed assets                           |       | (5,722)   |           | (10,895)  |           |
| Interest received                                           |       | 2,756     |           | 4,662     |           |
| <b>Net cash used in investing activities</b>                |       |           | (2,966)   |           | (6,233)   |
| <b>Net cash used in financing activities</b>                |       |           | -         |           | -         |
| <b>Net (decrease)/increase in cash and cash equivalents</b> |       |           | (26,074)  |           | 110,595   |
| Cash and cash equivalents at beginning of year              |       |           | 1,001,918 |           | 891,323   |
| <b>Cash and cash equivalents at end of year</b>             |       |           | 975,844   |           | 1,001,918 |

# **PRESTON BETHANY CARE**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE YEAR ENDED 31 MARCH 2022**

---

#### **1 Accounting policies**

##### **Charity information**

Preston Bethany Care is a private company limited by guarantee incorporated in England and Wales. The registered office is Bethany House, Gamull Lane, Preston, Lancashire, PR2 6TQ, United Kingdom.

##### **1.1 Accounting convention**

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

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

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

##### **1.2 Going concern**

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

##### **1.3 Charitable funds**

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

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

Restricted funds are subject to specific conditions by donors as to how they may be used.

##### **1.4 Income**

Incoming resources from charitable activities comprise resident fees accounted for in the period to which the service is provided. Fees paid for care after the year end are carried forward as deferred income.

Voluntary income received by way of donations is included in incoming resources on a receivable basis.

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.

Grants receivable are recognised on a performance basis when all conditions have been fulfilled.

Investment income in the form of bank interest is credited when receivable.

# PRESTON BETHANY CARE

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

---

### 1 Accounting policies

(Continued)

#### 1.5 Expenditure

Expenditure is accounted for on an accruals basis, inclusive of VAT which cannot be recovered.

The expenditure on charitable activities includes the costs of running the home, support and governance costs which have been allocated to the only charitable activity which is the provision of care to residents of Bethany House.

Governance costs comprise all costs including the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to independent examination and legal fees together with trustee insurance.

#### 1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation 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:

|             |                   |
|-------------|-------------------|
| Trade marks | 10% Straight line |
|-------------|-------------------|

#### 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.

The trustees do not apply a minimum value on items that will be recognised as fixed assets. The trustees review the fixed assets and the general decor of the home on a quarterly basis and implement a policy of repairs or replacement as necessary in the best interests of the charity.

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:

|                              |                            |
|------------------------------|----------------------------|
| Leasehold land and buildings | Over the life of the lease |
| Plant and equipment          | 15% Straight Line          |
| Fixtures and fittings        | 20% Reducing Balance       |
| Computers                    | 33.3% Straight Line        |
| Furniture and equipment      | 20% Reducing Balance       |

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

#### 1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible and intangible 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 Cash at bank

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.

# PRESTON BETHANY CARE

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

### 1 Accounting policies (Continued)

#### 1.10 Financial instruments

The charity only has financial assets (debtors, cash and bank balances) and liabilities (creditors and accruals) of a kind that qualify as basic financial instruments. They are initially recognized at transaction value and subsequently measured at their settlement value.

#### 1.11 Employee benefits

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

#### 1.12 Retirement benefits

The company operates a defined contribution scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions are charged as an expense as they fall due.

#### 1.13 Value added tax

VAT is not recoverable by the Charity, and as such is included in the relevant costs in the Statement of Financial Activities.

### 2 Donations, legacies and grants

|                                  | Unrestricted<br>funds<br>2022<br>£ | Restricted<br>funds<br>2022<br>£ | Total<br>2022<br>£ | Total<br>2021<br>£ |
|----------------------------------|------------------------------------|----------------------------------|--------------------|--------------------|
| Donations and gifts              | 155                                | -                                | 155                | 800                |
| Job Retention Scheme             | 1,433                              | -                                | 1,433              | 12,202             |
| Other government grants          | -                                  | 43,804                           | 43,804             | 65,907             |
|                                  | <u>1,588</u>                       | <u>43,804</u>                    | <u>45,392</u>      | <u>78,909</u>      |
| For the year ended 31 March 2021 | <u>13,002</u>                      | <u>65,907</u>                    |                    | <u>78,909</u>      |

### 3 Charitable activities

|                  | 2022<br>£      | 2021<br>£      |
|------------------|----------------|----------------|
| Residential fees | <u>719,666</u> | <u>793,234</u> |

### 4 Investments

|                     | 2022<br>£    | 2021<br>£    |
|---------------------|--------------|--------------|
| Interest receivable | <u>2,756</u> | <u>4,662</u> |

# PRESTON BETHANY CARE

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

### 5 Charitable activities

|                                                                 | 2022<br>£      | 2021<br>£      |
|-----------------------------------------------------------------|----------------|----------------|
| Staff costs                                                     | 632,530        | 619,908        |
| Depreciation, amortisation and loss on disposal of fixed assets | 18,179         | 20,340         |
| Food & consumables                                              | 43,235         | 54,995         |
| Heat & light                                                    | 29,539         | 15,235         |
| Rates                                                           | 6,631          | 7,111          |
| Rest home insurance                                             | 7,511          | 4,429          |
| Registration & other fees                                       | 7,422          | 4,219          |
| Telephone                                                       | 1,190          | 1,156          |
| Printing, postage, stationery & advertising                     | 3,983          | 3,969          |
| Repairs & renewals                                              | 17,326         | 17,109         |
| Motor expenses                                                  | 287            | 176            |
| Miscellaneous                                                   | 1,661          | 6,024          |
| Gardening                                                       | 3,215          | 2,320          |
| Clinical waste                                                  | 5,065          | 5,754          |
| Quality assurance costs                                         | 4,403          | 3,598          |
| Training                                                        | 159            | 934            |
| Bank charges                                                    | 60             | 32             |
| Governance costs:                                               |                |                |
| Accountancy                                                     | 5,656          | 4,702          |
| Independent examination/audit                                   | 2,600          | 2,600          |
| Legal and professional                                          | -              | 1,020          |
| Trustee insurance                                               | 639            | 396            |
|                                                                 | <u>791,291</u> | <u>776,027</u> |
| <b>Analysis by fund</b>                                         |                |                |
| Unrestricted funds - general                                    | 747,487        |                |
| Restricted funds                                                | <u>43,804</u>  |                |
|                                                                 | <u>791,291</u> |                |
| <b>For the year ended 31 March 2021</b>                         |                |                |
| Unrestricted funds - general                                    |                | 731,475        |
| Restricted funds                                                |                | <u>44,552</u>  |
|                                                                 |                | <u>776,027</u> |

## PRESTON BETHANY CARE

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

---

#### 6 Trustees

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

Insurance premiums during the year amounting to £639 (2021: £396) were incurred by the charity in respect of indemnity insurance for the trustees.

The charity has not met any individual expenses incurred by the trustees for services provided by the charity during the year.

#### 7 Employees

##### Number of employees

The average monthly number of employees during the year was:

|                               | 2022<br>Number | 2021<br>Number |
|-------------------------------|----------------|----------------|
| Management and administration | 3              | 3              |
| Catering                      | 5              | 5              |
| Care assistants/nurses        | 30             | 30             |
| Pastoral care                 | 1              | 1              |
|                               | <hr/> 39       | <hr/> 39       |
|                               | <hr/>          | <hr/>          |

##### Employment costs

|                     | 2022<br>£     | 2021<br>£     |
|---------------------|---------------|---------------|
| Wages and salaries  | 616,535       | 603,578       |
| Other pension costs | 15,995        | 16,330        |
|                     | <hr/> 632,530 | <hr/> 619,908 |
|                     | <hr/>         | <hr/>         |

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

#### 8 Auditor's remuneration

The analysis of auditor's remuneration is as follows:

|                                  | 2022<br>£   | 2021<br>£   |
|----------------------------------|-------------|-------------|
| Audit/independent examination    | 2,600       | 2,600       |
| Accountancy services             | 3,472       | 2,518       |
| Other services including payroll | 2,184       | 2,184       |
|                                  | <hr/> 8,256 | <hr/> 7,302 |
|                                  | <hr/>       | <hr/>       |

## PRESTON BETHANY CARE

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

---

#### 9 Intangible fixed assets

|                                    | Trade marks<br>£ |
|------------------------------------|------------------|
| <b>Cost</b>                        |                  |
| At 1 April 2021 and 31 March 2022  | 670              |
| <b>Amortisation and impairment</b> |                  |
| At 1 April 2021                    | 147              |
| Amortisation charged for the year  | 49               |
| At 31 March 2022                   | 196              |
| <b>Carrying amount</b>             |                  |
| At 31 March 2022                   | 474              |
| At 31 March 2021                   | 523              |

# PRESTON BETHANY CARE

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

| 10 | Tangible fixed assets              | Leasehold<br>land and<br>buildings<br>£ | Plant and<br>equipment<br>£ | Fixtures and<br>fittings<br>£ | Computers<br>£ | Furniture and<br>equipment<br>£ | Total<br>£ |
|----|------------------------------------|-----------------------------------------|-----------------------------|-------------------------------|----------------|---------------------------------|------------|
|    | <b>Cost</b>                        |                                         |                             |                               |                |                                 |            |
|    | At 1 April 2021                    | 521,692                                 | 101,242                     | 161,747                       | 26,794         | 3,779                           | 815,254    |
|    | Additions                          | -                                       | 2,468                       | 3,254                         | -              | -                               | 5,722      |
|    | At 31 March 2022                   | 521,692                                 | 103,710                     | 165,001                       | 26,794         | 3,779                           | 820,976    |
|    | <b>Depreciation and impairment</b> |                                         |                             |                               |                |                                 |            |
|    | At 1 April 2021                    | 136,911                                 | 95,026                      | 139,220                       | 22,777         | 3,626                           | 397,560    |
|    | Depreciation charged in the year   | 6,077                                   | 2,563                       | 6,720                         | 2,617          | 153                             | 18,130     |
|    | At 31 March 2022                   | 142,988                                 | 97,589                      | 145,940                       | 25,394         | 3,779                           | 415,690    |
|    | <b>Carrying amount</b>             |                                         |                             |                               |                |                                 |            |
|    | At 31 March 2022                   | 378,704                                 | 6,121                       | 19,061                        | 1,400          | -                               | 405,286    |
|    | At 31 March 2021                   | 384,781                                 | 6,216                       | 22,527                        | 4,017          | 153                             | 417,694    |

## PRESTON BETHANY CARE

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

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#### 11 Debtors

|                                      | 2022<br>£         | 2021<br>£         |
|--------------------------------------|-------------------|-------------------|
| Amounts falling due within one year: |                   |                   |
| Prepayments and accrued income       | 13,457            | 4,967             |
|                                      | <u>          </u> | <u>          </u> |

#### 12 Creditors: amounts falling due within one year

|                                    | 2022<br>£         | 2021<br>£         |
|------------------------------------|-------------------|-------------------|
| Other taxation and social security | 6,914             | 7,715             |
| Accruals and deferred income       | 35,495            | 41,258            |
|                                    | <u>          </u> | <u>          </u> |
|                                    | 42,409            | 48,973            |
|                                    | <u>          </u> | <u>          </u> |

#### 13 Deferred income

|                                    | 2022<br>£         | 2021<br>£         |
|------------------------------------|-------------------|-------------------|
| Residents Fees Received In Advance | 17,455            | 27,915            |
|                                    | <u>          </u> | <u>          </u> |

## PRESTON BETHANY CARE

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

#### 14 Restricted funds

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

|                             | Movement in funds               |                            |                            | Balance at<br>31 March 2022<br>£ |
|-----------------------------|---------------------------------|----------------------------|----------------------------|----------------------------------|
|                             | Balance at<br>1 April 2021<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ |                                  |
| LCC Infection Control fund  | -                               | 22,957                     | (22,957)                   | -                                |
| LCC Covid Support grant     | -                               | 692                        | (692)                      | -                                |
| LCC Testing fund            | -                               | 15,522                     | (15,522)                   | -                                |
| LCC Workforce capacity fund | -                               | 4,633                      | (4,633)                    | -                                |
|                             | -                               | 43,804                     | (43,804)                   | -                                |

Restricted funds include the following grants which were received to support the care home throughout the COVID-19 pandemic:

**LCC Infection Control fund** - this was granted for the purpose of additional staffing costs, recruitment and PCR testing. All funds were used in the year.

**LCC COVID Support grant** - This was received to cover any reasonable administration costs associated with organising COVID-19 or Flu vaccinations. All funds were spent in the year.

**LCC Testing fund** - This was received for the purposes of training staff for Lateral Flow Device testing and the staff and testing area costs associated with this. All funds were used in the year.

**Workforce Capacity fund** - This was received to aid them to deliver measures which meant additional staffing and to maintain safe care and support safe admission and discharge of residents.

# PRESTON BETHANY CARE

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

### 15 Unrestricted funds

|                          | Balance at 1<br>April 2021<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Transfers<br>£ | Balance at 31<br>March 2022<br>£ |
|--------------------------|---------------------------------|----------------------------|----------------------------|----------------|----------------------------------|
| General reserves         | 957,912                         | 724,010                    | (729,308)                  | (5,722)        | 946,892                          |
| Designated reserves:     |                                 |                            |                            |                |                                  |
| Fixed asset fund at cost | 418,217                         | -                          | (18,179)                   | 5,722          | 405,760                          |
|                          | <u>1,376,129</u>                | <u>724,010</u>             | <u>(747,487)</u>           | <u>-</u>       | <u>1,352,652</u>                 |

The general reserve is the free reserves of the charity after allowing for all designated funds.

The designated fixed asset fund is the value of the unrestricted funds represented by the tangible and intangible assets of the charity.

The resources expended represents the annual depreciation charge, amortisation charge, and the disposal of the fixed assets.

The transfer from the free reserves arises when funds are spent on fixed assets.

### 16 Analysis of net assets between funds

|                                                          | General<br>reserves<br>2022<br>£ | Designated<br>reserves<br>2022<br>£ | Total<br>2022<br>£ | General<br>reserves<br>2021<br>£ | Designated<br>reserves<br>2021<br>£ | Total<br>2021<br>£ |
|----------------------------------------------------------|----------------------------------|-------------------------------------|--------------------|----------------------------------|-------------------------------------|--------------------|
| Fund balances at 31<br>March 2022 are<br>represented by: |                                  |                                     |                    |                                  |                                     |                    |
| Intangible fixed assets                                  | -                                | 474                                 | 474                | -                                | 523                                 | 523                |
| Tangible assets                                          | -                                | 405,286                             | 405,286            | -                                | 417,694                             | 417,694            |
| Current assets/<br>(liabilities)                         | 946,892                          | -                                   | 946,892            | 957,912                          | -                                   | 957,912            |
|                                                          | <u>946,892</u>                   | <u>405,760</u>                      | <u>1,352,652</u>   | <u>957,912</u>                   | <u>418,217</u>                      | <u>1,376,129</u>   |

### 17 Related party transactions

#### Remuneration of key management personnel

The remuneration of key management personnel is as follows.

|                        | 2022<br>£     | 2021<br>£     |
|------------------------|---------------|---------------|
| Aggregate compensation | <u>46,139</u> | <u>44,879</u> |

## PRESTON BETHANY CARE

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

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#### 18 Taxation

The charity is exempt from tax on its charitable activities.

#### 19 Company limited by guarantee

The charity is a company limited by guarantee and has no share capital. The liability of members in the event of a winding up is limited to £10 per member.

#### 20 Analysis of changes in net funds

The charity had no debt during the year.

| 21 Cash generated from operations                                 | 2022<br>£       | 2021<br>£      |
|-------------------------------------------------------------------|-----------------|----------------|
| (Deficit)/surplus for the year                                    | (23,477)        | 100,778        |
| Adjustments for:                                                  |                 |                |
| Investment income recognised in statement of financial activities | (2,756)         | (4,662)        |
| Depreciation and impairment of tangible fixed assets              | 18,179          | 20,340         |
| Movements in working capital:                                     |                 |                |
| (Increase) in debtors                                             | (8,490)         | (347)          |
| (Decrease)/increase in creditors                                  | (6,564)         | 719            |
| <b>Cash (absorbed by)/generated from operations</b>               | <b>(23,108)</b> | <b>116,828</b> |

**PRESTON BETHANY CARE**

England & Wales - Charity number 1140242

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# Accounts

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**Charity Registration No. 1140242**

**Company Registration No. 07394756 (England and Wales)**

**Preston Bethany Care**

**Annual Report and  
Unaudited Financial  
Statements**

**For the Year Ended  
31 March 2021**

# PRESTON BETHANY CARE

## LEGAL AND ADMINISTRATIVE INFORMATION

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|                                                |                                                                                                                                                                            |
|------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Operating name</b>                          | Bethany House                                                                                                                                                              |
| <b>Trustees</b>                                | Ms J Kay (Chairperson)<br>Mr A Wright<br>Mr S Henderson (Treasurer)<br>Dr P Johns<br>Mrs G Nixon-Smith<br>Miss S Etherington<br>Mr M Passmore                              |
| <b>Home manager</b>                            | Mrs G Whitfield                                                                                                                                                            |
| <b>Charity number</b>                          | 1140242                                                                                                                                                                    |
| <b>Company number</b>                          | 07394756                                                                                                                                                                   |
| <b>Registered office and operation address</b> | Bethany House<br>Gamull Lane<br>Preston<br>Lancashire<br>PR2 6TQ                                                                                                           |
| <b>Independent examiner</b>                    | Julie Flintoff BA (Hons) FCA<br>Azets<br>Charter House<br>Pittman Way<br>Fulwood<br>Preston<br>PR2 9ZD                                                                     |
| <b>Bankers</b>                                 | HSBC Bank Plc Preston<br>49a Fishergate<br>Preston<br>Lancashire<br>PR1 8BQ<br><br>Kingdom Bank<br>Ruddington Fields Business Park<br>Mere Way<br>Ruddington<br>Nottingham |

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## PRESTON BETHANY CARE

### LEGAL AND ADMINISTRATIVE INFORMATION

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Furness Building Society  
51 - 55 Duke Street  
Barrow in Furness  
Cumbria

Virgin Money  
Jubilee House  
Gosforth  
Newcastle upon Tyne  
NE3 4PL

Unity Trust Bank  
Four Brindley Place  
Birmingham  
B1 2JB

The Charity Bank Ltd  
Fosse House 182 High Street  
Tonbridge  
TN9 1BE

Cumberland Building Society  
90 Fishergate  
Preston  
PR1 2NJ

#### **Solicitors**

Napthens Solicitors  
7 Winckley Square  
Preston  
Lancashire  
PR1 3JD

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# PRESTON BETHANY CARE

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# **PRESTON BETHANY CARE**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)**

### **FOR THE YEAR ENDED 31 MARCH 2021**

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

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Memorandum of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

#### **Overview of Bethany House**

Preston Bethany Care (PBC) is entirely operated by volunteer director/trustees who provide oversight of the charitable and company requirements for the operation of Bethany House residential care home. The director/trustees also aim to widen the reach and care provided to the elderly within the local Christian community.

Bethany House is a comprehensively equipped residential care home for the elderly, staffed entirely by professional management and care staff. Bethany House objectives are provide care to all residents to a standard of excellence which embraces fundamental principles of Good Care Practice, and that this may be witnessed and evaluated through the practice, conduct and control of quality care in the home.

Bethany House is a Christian Home that upholds the principles outlined in the Statement of Faith of the Evangelical Alliance. Respect and assistance are given to enable each resident to follow their faith during their time living at Bethany House and to encourage them to continue living and serving their particular local church.

Bethany House has the capacity to care for 26 residents and during the year under review PBC have maintained a relatively high level of occupancy despite Covid 19. During FY 2020-21 visitors and officials visits were severely constrained.

The home is managed by a general manager together with two care managers and administrative support.

#### **Objectives and activities**

Bethany House staff team are supported and professionally trained to:

- provide proactive person centred care for all residents.
- provide personal care which assures all residents and their families of the highest possible quality of life whilst living in Bethany House.
- be flexible, attentively, non-discriminatory, and respectful of individual resident rights to independence, privacy, dignity, fulfilment, and the right to make informed choices and to take risks.
- ensure that each resident's needs and values are respected in matters of religion, culture, race or ethnic origin, sexuality and sexual orientation, political affiliation, marital status, parenthood and disabilities or impairments.
- ensure that the care service as a whole, is delivered in accordance with agreed Contracts for Care and the individual personal care plan.
- manage and deliver a formal programme of staff planning, selection, recruitment, training, personal development and rostering, to enable resident's care needs to be fully met.
- manage the care service efficiently and effectively to make best use of resources and to maximise value for money for the residents.
- ensure that all residents and their families receive written information on the Bethany House procedures for handling complaints, comments and compliments, and how to use it.

## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021**

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- ensure that Bethany House provides a secure, relaxed, and homely environment in which individual care, well-being and comfort are of prime importance.
- preserve and maintain the dignity, individuality and privacy of all residents within a warm and caring atmosphere, they are sensitive to residents' ever changing needs. Such needs may be medical / therapeutic (for physical and mental welfare), cultural, psychological, spiritual, emotional and social, and residents are encouraged to participate in the development of their individualised care plans in which the involvement of family and friends may be appropriate and is greatly valued.
- to provide programmes of activities designed to encourage mental alertness, self-esteem, and social interaction with other residents, and with recognition of the core values of care, which are fundamental to the philosophy of Preston Bethany Care and delivered through Bethany House.

The above objectives are achieved by:

- ensuring that all staff are appropriately trained and qualified to deliver the highest standards of care.
- delivering a continuous staff-training programme which ensure that these high standards are maintained in line with the latest initiatives and developments in care practices as may be laid down in appropriate legislation.
- staff working towards PBC and Bethany House on-going objectives.
- the integration of efficient administrative practices with first class standards of care in accordance with the requirements for registration with the Care Quality Commission and appropriate supplementary regulations.

The director/trustees aim to provide sufficient resources to ensure the Bethany House staff team:

- are provided with competitive remuneration packages
- are provided with the appropriate equipment and materials to fulfil their roles
- are provided with high quality training
- work in pleasant, safe working conditions
- maintain or improve on the October 2019 CQC GOOD inspection rating
- support Lancashire County Council by; providing affordable residential care for elderly residents from the local community
- maintain its Investors in People Standard for a further three years from March 2020
- maintains its ISO 9001 certification from January 2020. This certification lasts for three years.

The director/trustees recognise the importance that the staff team fulfil in term of delivering high quality resident care. In recognition of the staff roles the director/trustees are continually reviewing and improving the environment and conditions in order to enhance staff engagement and satisfaction.

#### **Fundamental Ethos of PBC**

PBC's fundamental ethos are that residents who live in Bethany House should be able to do so in accordance with the PBC's Statement of Values which include the following key requirements, to:

- maintain residents' rights with specific focus on helping them to maintain their privacy and dignity.
- support residents to maintain their independence within a secure safe environment
- provide resident care in accordance PBC "core values of care" to help residents live fulfilled lives,

The director/trustees recognise the significance and value of Charity Commission (CC) guidance and they aim to incorporate CC guidance and recommendations within their oversight roles.

## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021**

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#### **Public benefit**

PBC recognise the importance of providing benefits to the communities that the charity serves. Guidance provided by the Charity Commission specifically identifies requirements to provide "public benefit". PBC fulfils this Public Benefit duty via a number of concurrent initiatives, including:

- financially supporting a part time community worker at Ascension fellowship, as they provide practical social and Spiritual support to the community around Gamull lane. Ascension fellowship deliver this support via their food bank, and their lunch club and generally being available as a "listening ear" for the local community.
- financially supporting a number of local authority residents who would not normally be able to afford the fees at Bethany House. PBC delivers this via their fee "top up" funding which is used to make up the shortfall in funding between the Local Authority funding and the accommodation fees.
- providing good quality work for local community staff.

The current director/trustees (like their predecessors) recognise that:

- the original costs of building Bethany House were largely met by gifts received via Preston Bethany Trust, thus reducing operating costs because there were no repayment or interest costs.
- their on-going voluntary work enables public benefit to continue, whilst maintaining competitive rates for the care provided.
- Bethany House residents benefit significantly from the reduced operational costs of Bethany House. there is an insatiable need for local authority care, so the director/trustees try to avoid creating "resident quotas" which could be perceived as benefitting either private funding or local authority funded residents.

#### **Achievements and performance**

During FY2020-21 neither PBC or Bethany House have been immune from the COVID-19 pandemic disruption, which has significantly impacted on most aspects of normal life.

The following commentary provides an overview of the progress compared to the 2020-21 objectives.

- The resident and staff have made numerous positive comments regarding the benefits of the additional Pastoral Care resource provided during the pandemic. The directors/trustees acknowledge the significant benefit that this additional Pastoral Care has had on the mental, physical & Spiritual wellbeing of residents and staff, especially at the height of the pandemic.
- Works to maintain and improve Bethany House have been curtailed during the pandemic, but Bethany House has managed to continue to maintain all the critical elements of the facilities.
- The pandemic has delayed progress developing the directors/trustees future strategies, postponed the director/trustee recruitment, and drastically reduced opportunities for director/trustees relationship development.

#### **PBC Objectives for 2021/22**

Due to the restrictions required to control COVID-19 the FY2021-22 objectives remain largely unchanged.

Continue to strengthen the charity board of directors to establish a team of individuals who will:

- continue to maintain PBC financial stability.
- continue to maintain and enhance Bethany House, to provide a homely welcoming environment for residents, staff and residents families.
- fulfil the aims and objectives in the statement of purpose and consolidate the developments from preceding years and to maintain business stability.
- consolidate PBC current position and develop vision and strategy.
- continue to raise the profile of the charity in the Christian community and develop links with local churches.
- continue to improve the physical environment of Bethany House.
- strengthen the Christian profile of the organisation and further develop pastoral care.

## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021**

---

#### **Impact of COVID-19**

During February to April 2020 (*the very early stages of the COVID-19 pandemic*) Bethany House manager and the trustees recognised that COVID-19 was likely to have a long term unknown impact, and that they needed to act decisively because there was no obvious outcome. One of the initial actions was that the trustees approved the recruitment of additional staff resourcing. The additional staffing was approved to ensure that Bethany House would be able to continue to operate in event that existing staff became infected with the unknown virus.

As the pandemic developed the government recognised the impact of COVID-19 on the care sector and they started to provide financial support via additional grants. These grants were welcomed by the trustees, and they used the grants to ensure that residents and staff could implement all the changing requirements associated with mitigating the impact of COVID-19.

As the pandemic developed Bethany House used the grants to fund:

- increased staffing levels for the additional physical, emotional and spiritual care.
- additional support for residents and staff to help offset some of the loss of human contact from family and friends.
- increase staffing levels to provide additional resident support whilst resident were in isolations,
- additional routine and deep cleaning,
- retaining one bedroom as a social distanced space for staff to take breaks in line with guidance, and
- later in the year to provide a separate visitor area.

Throughout FY2020-21 the mitigation measures broadly worked very well, with a significant proportion of the staff able and willing to continue working, COVID-19 case were maintained at a very low level, and with the consultation and co-operation of residents' family and friends Bethany House also managed to deliver a healthy financial situation.

During the first quarter of FY2021-22 the impact of COVID-19 has been fairly significant, resulting in higher levels staff and resident infections, significantly higher levels of vacancies, reduced income, combined with the higher staffing costs required to care for residents who are all isolating.

The trustees recognised the need to take a much longer term view of the impact from COVID-19, and the need to ensure that adequate resources continue to provided well in to the future.

#### **Financial review**

The accompanying accounts show net income for the year of £100,717. This surplus has been achieved through the high occupancy levels maintained during the year, together with the financial government support during the COVID-19 pandemic.

The attached accounts show the current state of the finances which the trustees consider to be sound. The trustees are satisfied that the assets of the charity are available and adequate to fulfil the obligations of the Charity. They are also satisfied that the accounts comply with current statutory requirements and with the Trust Deed.

#### **Reserves policy**

In accordance with guidelines issued by the Charity Commission the level of reserves is considered and reviewed at regular intervals by the trustees. The trustees have previously adopted a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity, should be broadly equivalent to six months of expenditure. The director trustees recognise that COVID-19 presents one of the greatest risks to the future sustainability of the charity, because of its unknown impact on many aspects of the business. In recognition of this risk the director trustees have increased the reserves policy from 6 months to 12 months for FY2021-22, which for the current year would equate to £776,027. The free reserves are £957,912 (note 15).

Under the Trust Deed, the charity has the power to invest any surplus liquid funds as the directors/trustees see fit. The charity has had a policy of keeping such funds in short and medium term deposits which allows the charity to access the funds rapidly.

## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021**

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#### **Risk Review**

The director/trustees recognise the crucial role that they fulfil in minimising risks to the charity and the community they serve.

During 2020-21 the director/trustees used the Charity Commission (CC) guidance as the basis for a "root and branch" review of PBC risks: The review identified a variety of risks and the associated mitigations, the most significant finding/conclusions are summarised below:

- The director trustees recognise that COVID-19 presents one of the greatest risks to the future sustainability of the charity, because of its unknown impact on many aspects of the business. In recognition of this risk the director trustees have increased the reserves policy from 6 months to 12 months for FY2021-22.
- The review did not identify any major issues which were not already being mitigated, but the review did highlight some opportunities to improve processes and these are being progressed as required.
- Where new specific risks were identified these are to be mitigated as required below.

Identification and mitigation of major risks:

- Closure of Bethany House following a fire or other major trauma. This risk is incredibly difficult to plan the precise mitigation measure required, but it is envisaged that the insurance policy is sufficient to provide some confidence that appropriate alternative accommodation will be provided as required.
- Closure of the home by external bodies. The director/trustees closely monitor how Bethany House is performing via a number of 3rd party registration bodies. These provide the director/trustees with some ongoing assurance that the current Care Quality Commission requirements are being fulfilled.
- Loss of computer held data - computer data is backed up constantly using an online backup service.
- Loss of income due to falling occupancy. The director/trustees closely monitor occupancy levels (generally in excess of 95%), this helps them to plan budgets, staffing levels and future developments.

## **PRESTON BETHANY CARE**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021**

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#### **Structure, governance and management**

The organisation is a charitable company limited by guarantee, incorporated on 2nd October 2010 and registered as a charity in February 2011. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its articles of association. In the event of the company being wound up, members are required to contribute an amount not exceeding £10.

The company was formed to take the assets and responsibility for management of the residential care home Bethany House. This was previously operated for many years by Preston Bethany Trust, a charity founded in March 1981. On 1st April 2011 the assets and responsibility for management of Bethany House was transferred from Preston Bethany Trust to Preston Bethany Care, and subsequently Preston Bethany Trust was removed from the Charity Commission register of charities.

The trustees who served during the year were:

Trustees who are also directors for the purpose of company law:

Ms J Kay (Chairperson)

Mr A Wright

Mr S Henderson (Treasurer)

Dr P Johns

Mrs G Nixon-Smith

Miss S Etherington

Mr M Passmore

#### **Appointment of Trustees**

The existing trustees are approaching charities in the local area to promote an awareness of Preston Bethany Care in the search for new trustees. A short video has been produced explaining the care Preston Bethany Care provides and what it means to be a trustee.

Trustees are elected to serve for a period of three years after which they must be re-elected. All trustees give their time voluntarily and receive no benefit from the charity.

#### **Trustee induction and training**

On appointment new trustees are inducted in the workings of the charity and provided with a directors pack which has the last accounts and minutes of trustee meetings. Information on the role and responsibilities of a trustee is given by provision of appropriate Charity Commission information. All trustees receive a DBS check prior to taking up responsibilities.

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

.....  
**Ms J Kay (Chairperson)**

**Trustee**

Dated: .....

# **PRESTON BETHANY CARE**

## **INDEPENDENT EXAMINER'S REPORT**

### **TO THE TRUSTEES OF PRESTON BETHANY CARE**

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I report to the trustees on my examination of the financial statements of Preston Bethany Care (the charity) for the year ended 31 March 2021.

#### **Responsibilities and basis of report**

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### **Independent examiner's statement**

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

**Julie Flintoff BA (Hons) FCA**  
**Charter House**  
**Pittman Way**  
**Fulwood**  
**Preston**  
**Lancashire**  
**PR2 9ZD**

**Dated:** .....

# PRESTON BETHANY CARE

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

|                                                           |       | Unrestricted funds | Restricted funds | Unrestricted funds |                  |
|-----------------------------------------------------------|-------|--------------------|------------------|--------------------|------------------|
|                                                           | Notes | £                  | £                | Total 2021         | Total 2020       |
|                                                           |       |                    |                  | £                  | £                |
| <b><u>Income from:</u></b>                                |       |                    |                  |                    |                  |
| Donations, legacies and grants                            | 2     | 13,002             | 65,907           | 78,909             | 478              |
| Charitable activities                                     | 3     | 793,234            | -                | 793,234            | 761,166          |
| Investments                                               | 4     | 4,662              | -                | 4,662              | 3,665            |
| <b>Total income</b>                                       |       | <b>810,898</b>     | <b>65,907</b>    | <b>876,805</b>     | <b>765,309</b>   |
| <b><u>Expenditure on:</u></b>                             |       |                    |                  |                    |                  |
| Charitable activities                                     | 5     | 731,475            | 44,552           | 776,027            | 715,870          |
| <b>Net incoming resources before transfers</b>            |       | <b>79,423</b>      | <b>21,355</b>    | <b>100,778</b>     | <b>49,439</b>    |
| Gross transfers between funds                             |       | 21,355             | (21,355)         | -                  | -                |
| <b>Net income for the year/<br/>Net movement in funds</b> |       | <b>100,778</b>     | <b>-</b>         | <b>100,778</b>     | <b>49,439</b>    |
| Fund balances at 1 April 2020                             |       | 1,275,351          | -                | 1,275,351          | 1,225,912        |
| <b>Fund balances at 31 March 2021</b>                     |       | <b>1,376,129</b>   | <b>-</b>         | <b>1,376,129</b>   | <b>1,275,351</b> |

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.

# PRESTON BETHANY CARE

## BALANCE SHEET

AS AT 31 MARCH 2021

|                                                       | Notes | 2021<br>£        | £                       | 2020<br>£      | £                       |
|-------------------------------------------------------|-------|------------------|-------------------------|----------------|-------------------------|
| <b>Fixed assets</b>                                   |       |                  |                         |                |                         |
| Intangible assets                                     | 9     |                  | 523                     |                | 572                     |
| Tangible assets                                       | 10    |                  | 417,694                 |                | 427,090                 |
|                                                       |       |                  | <u>418,217</u>          |                | <u>427,662</u>          |
| <b>Current assets</b>                                 |       |                  |                         |                |                         |
| Debtors                                               | 11    | 4,967            |                         | 4,620          |                         |
| Cash at bank and in hand                              |       | 1,001,918        |                         | 891,323        |                         |
|                                                       |       | <u>1,006,885</u> |                         | <u>895,943</u> |                         |
| <b>Creditors: amounts falling due within one year</b> | 12    | (48,973)         |                         | (48,254)       |                         |
| Net current assets                                    |       |                  | <u>957,912</u>          |                | <u>847,689</u>          |
| <b>Total assets less current liabilities</b>          |       |                  | <u><u>1,376,129</u></u> |                | <u><u>1,275,351</u></u> |
| <b>Income funds</b>                                   |       |                  |                         |                |                         |
| <u>Unrestricted funds - general</u>                   |       |                  |                         |                |                         |
| Designated funds                                      | 15    | 418,217          |                         | 427,662        |                         |
| General unrestricted funds                            |       | <u>957,912</u>   |                         | <u>847,689</u> |                         |
|                                                       |       |                  | <u>1,376,129</u>        |                | <u>1,275,351</u>        |
|                                                       |       |                  | <u><u>1,376,129</u></u> |                | <u><u>1,275,351</u></u> |

For the year ended 31 March 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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

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

The financial statements were approved by the Trustees on .....

.....  
Mr S Henderson (Treasurer)  
**Trustee**

**Company Registration No. 07394756**

**PRESTON BETHANY CARE****STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2021**

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|                                                  |       | 2021     |           | 2020    |         |
|--------------------------------------------------|-------|----------|-----------|---------|---------|
|                                                  | Notes | £        | £         | £       | £       |
| <b>Cash flows from operating activities</b>      |       |          |           |         |         |
| Cash generated from operations                   | 20    |          | 116,828   |         | 98,678  |
| <b>Investing activities</b>                      |       |          |           |         |         |
| Purchase of tangible fixed assets                |       | (10,895) |           | (4,994) |         |
| Interest received                                |       | 4,662    |           | 3,665   |         |
| <b>Net cash used in investing activities</b>     |       |          | (6,233)   |         | (1,329) |
| <b>Net cash used in financing activities</b>     |       |          | -         |         | -       |
| <b>Net increase in cash and cash equivalents</b> |       |          | 110,595   |         | 97,349  |
| Cash and cash equivalents at beginning of year   |       |          | 891,323   |         | 793,974 |
| <b>Cash and cash equivalents at end of year</b>  |       |          | 1,001,918 |         | 891,323 |

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# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

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### 1 Accounting policies

#### Charity information

Preston Bethany Care is a private company limited by guarantee incorporated in England and Wales. The registered office is Bethany House, Gamull Lane, Preston, Lancashire, PR2 6TQ.

#### 1.1 Accounting convention

The accounts have been prepared in accordance with 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)" (as amended for accounting periods commencing from 1 January 2016).

The charity is a Public Benefit Entity as defined by FRS 102.

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

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

#### 1.2 Going concern

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

#### 1.3 Charitable funds

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

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

Restricted funds are subject to specific conditions by donors as to how they may be used. At present there are no restricted funds.

#### 1.4 Income

Incoming resources from charitable activities comprise resident fees accounted for in the period to which the service is provided. Fees paid for care after 31 March 2019 are carried forward as deferred income.

Voluntary income received by way of donations is included in incoming resources on a receivable basis.

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.

Grants receivable are recognised on a performance basis when all conditions have been fulfilled.

Investment income in the form of bank interest is credited when receivable.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

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### 1 Accounting policies

(Continued)

#### 1.5 Expenditure

Expenditure is accounted for on an accruals basis, inclusive of VAT which cannot be recovered.

The expenditure on charitable activities includes the costs of running the home, support and governance costs which have been allocated to the only charitable activity which is the provision of care to residents of Bethany House.

Governance costs comprise all costs including the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to independent examination and legal fees together with trustee insurance.

#### 1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation 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:

|             |                   |
|-------------|-------------------|
| Trade marks | 10% Straight line |
|-------------|-------------------|

#### 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.

The trustees do not apply a minimum value on items that will be recognised as fixed assets. The trustees review the fixed assets and the general decor of the home on a quarterly basis and implement a policy of repairs or replacement as necessary in the best interests of the charity.

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:

|                              |                            |
|------------------------------|----------------------------|
| Leasehold land and buildings | Over the life of the lease |
| Plant and equipment          | 15% Straight Line          |
| Fixtures and fittings        | 20% Reducing Balance       |
| Computers                    | 33.3% Straight Line        |
| Furniture and equipment      | 20% Reducing Balance       |

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

#### 1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible and intangible 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 Cash at bank

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.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 1 Accounting policies (Continued)

#### 1.10 Financial instruments

The charity only has financial assets (debtors, cash and bank balances) and liabilities (creditors and accruals) of a kind that qualify as basic financial instruments. They are initially recognized at transaction value and subsequently measured at their settlement value.

#### 1.11 Employee benefits

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

#### 1.12 Retirement benefits

The company operates a defined contribution scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions are charged as an expense as they fall due.

#### 1.13 Value added tax

VAT is not recoverable by the Charity, and as such is included in the relevant costs in the Statement of Financial Activities.

### 2 Donations, legacies and grants

|                                         | Unrestricted<br>funds<br>2021<br>£ | Restricted<br>funds<br>2021<br>£ | Total<br>2021<br>£ | Total<br>2020<br>£ |
|-----------------------------------------|------------------------------------|----------------------------------|--------------------|--------------------|
| Donations and gifts                     | 800                                | -                                | 800                | 478                |
| Job Retention Scheme                    | 12,202                             | -                                | 12,202             | -                  |
| Other government grants                 | -                                  | 65,907                           | 65,907             | -                  |
|                                         | <u>13,002</u>                      | <u>65,907</u>                    | <u>78,909</u>      | <u>478</u>         |
| <b>For the year ended 31 March 2020</b> | <u>478</u>                         | <u>-</u>                         |                    | <u>478</u>         |

### 3 Charitable activities

|                  | 2021<br>£      | 2020<br>£      |
|------------------|----------------|----------------|
| Residential fees | <u>793,234</u> | <u>761,166</u> |

### 4 Investments

|                     | 2021<br>£    | 2020<br>£    |
|---------------------|--------------|--------------|
| Interest receivable | <u>4,662</u> | <u>3,665</u> |

## PRESTON BETHANY CARE

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

#### 5 Charitable activities

|                                                                 | 2021<br>£      | 2020<br>£      |
|-----------------------------------------------------------------|----------------|----------------|
| Staff costs                                                     | 619,908        | 555,095        |
| Depreciation, amortisation and loss on disposal of fixed assets | 20,340         | 19,040         |
| Food & consumables                                              | 54,995         | 58,448         |
| Heat & light                                                    | 15,235         | 15,127         |
| Rates                                                           | 7,111          | 7,330          |
| Rest home insurance                                             | 4,429          | 4,162          |
| Registration & other fees                                       | 4,219          | 4,938          |
| Telephone                                                       | 1,156          | 1,226          |
| Printing, postage, stationery & advertising                     | 3,969          | 2,120          |
| Repairs & renewals                                              | 17,109         | 25,681         |
| Motor expenses                                                  | 176            | 347            |
| Miscellaneous                                                   | 6,024          | 2,985          |
| Gardening                                                       | 2,320          | 3,115          |
| Clinical waste                                                  | 5,754          | 4,622          |
| Quality assurance costs                                         | 3,598          | 1,391          |
| Training                                                        | 934            | 1,788          |
| Bank charges                                                    | 32             | 32             |
| Governance costs:                                               |                |                |
| Accountancy                                                     | 4,702          | 5,478          |
| Independent examination/audit                                   | 2,600          | 2,550          |
| Legal and professional                                          | 1,020          | -              |
| Trustee insurance                                               | 396            | 395            |
|                                                                 | <u>776,027</u> | <u>715,870</u> |
| <b>Analysis by fund</b>                                         |                |                |
| Unrestricted funds - general                                    | 731,475        |                |
| Restricted funds                                                | 44,552         |                |
|                                                                 | <u>776,027</u> |                |
| <b>For the year ended 31 March 2020</b>                         |                |                |
| Unrestricted funds - general                                    |                | 715,870        |
|                                                                 |                | <u>715,870</u> |

#### 6 Trustees

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

Insurance premiums during the year amounting to £402 (2020: £396) were incurred by the charity in respect of indemnity insurance for the trustees.

The charity has not met any individual expenses incurred by the trustees for services provided by the charity during the year.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 7 Employees

#### Number of employees

The average monthly number of employees during the year was:

|                               | 2021<br>Number | 2020<br>Number |
|-------------------------------|----------------|----------------|
| Management and administration | 3              | 3              |
| Catering                      | 5              | 4              |
| Care assistants/nurses        | 30             | 29             |
| Pastoral care                 | 1              | 1              |
|                               | <u>39</u>      | <u>37</u>      |

#### Employment costs

|                     | 2021<br>£      | 2020<br>£      |
|---------------------|----------------|----------------|
| Wages and salaries  | 603,578        | 539,358        |
| Other pension costs | 16,330         | 15,737         |
|                     | <u>619,908</u> | <u>555,095</u> |

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

### 8 Auditor's remuneration

The analysis of auditor's remuneration is as follows:

|                                  | 2021<br>£    | 2020<br>£    |
|----------------------------------|--------------|--------------|
| Audit/independent examination    | 2,600        | 2,550        |
| Accountancy services             | 2,518        | 2,990        |
| Other services including payroll | 2,184        | 2,548        |
|                                  | <u>7,302</u> | <u>8,088</u> |

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

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### 9 Intangible fixed assets

|                                    | Trade marks<br>£ |
|------------------------------------|------------------|
| <b>Cost</b>                        |                  |
| At 1 April 2020 and 31 March 2021  | 670              |
|                                    | <hr/>            |
| <b>Amortisation and impairment</b> |                  |
| At 1 April 2020                    | 98               |
| Amortisation charged for the year  | 49               |
|                                    | <hr/>            |
| At 31 March 2021                   | 147              |
|                                    | <hr/>            |
| <b>Carrying amount</b>             |                  |
| At 31 March 2021                   | 523              |
|                                    | <hr/> <hr/>      |
| At 31 March 2020                   | 572              |
|                                    | <hr/> <hr/>      |

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 10 Tangible fixed assets

|                                    | Leasehold<br>land and<br>buildings | Plant and<br>equipment | Fixtures and<br>fittings | Computers | Furniture and<br>equipment | Total   |
|------------------------------------|------------------------------------|------------------------|--------------------------|-----------|----------------------------|---------|
|                                    | £                                  | £                      | £                        | £         | £                          | £       |
| <b>Cost</b>                        |                                    |                        |                          |           |                            |         |
| At 1 April 2020                    | 521,692                            | 97,623                 | 159,965                  | 23,917    | 4,122                      | 807,319 |
| Additions                          | -                                  | 3,619                  | 3,298                    | 3,978     | -                          | 10,895  |
| Disposals                          | -                                  | -                      | (1,516)                  | (1,101)   | (343)                      | (2,960) |
| At 31 March 2021                   | 521,692                            | 101,242                | 161,747                  | 26,794    | 3,779                      | 815,254 |
| <b>Depreciation and impairment</b> |                                    |                        |                          |           |                            |         |
| At 1 April 2020                    | 130,834                            | 90,493                 | 134,927                  | 20,092    | 3,883                      | 380,229 |
| Depreciation charged in the year   | 6,077                              | 4,533                  | 5,633                    | 3,786     | 39                         | 20,068  |
| Eliminated in respect of disposals | -                                  | -                      | (1,340)                  | (1,101)   | (296)                      | (2,737) |
| At 31 March 2021                   | 136,911                            | 95,026                 | 139,220                  | 22,777    | 3,626                      | 397,560 |
| <b>Carrying amount</b>             |                                    |                        |                          |           |                            |         |
| At 31 March 2021                   | 384,781                            | 6,216                  | 22,527                   | 4,017     | 153                        | 417,694 |
| At 31 March 2020                   | 390,858                            | 7,130                  | 25,038                   | 3,825     | 239                        | 427,090 |

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

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### 11 Debtors

|                                      | 2021<br>£    | 2020<br>£    |
|--------------------------------------|--------------|--------------|
| Amounts falling due within one year: |              |              |
| Prepayments and accrued income       | 4,967        | 4,620        |
|                                      | <u>4,967</u> | <u>4,620</u> |

### 12 Creditors: amounts falling due within one year

|                                    | 2021<br>£     | 2020<br>£     |
|------------------------------------|---------------|---------------|
| Other taxation and social security | 7,715         | 5,929         |
| Accruals and deferred income       | 41,258        | 42,325        |
|                                    | <u>48,973</u> | <u>48,254</u> |

### 13 Deferred income

|                                    | 2021<br>£     | 2020<br>£     |
|------------------------------------|---------------|---------------|
| Residents Fees Received In Advance | 27,915        | 25,282        |
|                                    | <u>27,915</u> | <u>25,282</u> |

## PRESTON BETHANY CARE

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

#### 14 Restricted funds

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

|                             | Movement in funds          |                       |                       |                 |                             |
|-----------------------------|----------------------------|-----------------------|-----------------------|-----------------|-----------------------------|
|                             | Balance at<br>1 April 2020 | Incoming<br>resources | Resources<br>expended | Transfers       | Balance at<br>31 March 2021 |
|                             | £                          | £                     | £                     | £               | £                           |
| LCC Infection Control fund  | -                          | 46,789                | (31,095)              | (15,694)        | -                           |
| LCC Covid Support grant     | -                          | 7,183                 | (7,183)               | -               | -                           |
| LCC Testing fund            | -                          | 6,598                 | (937)                 | (5,661)         | -                           |
| LCC Workforce capacity fund | -                          | 5,337                 | (5,337)               | -               | -                           |
|                             | <u>-</u>                   | <u>65,907</u>         | <u>(44,552)</u>       | <u>(21,355)</u> | <u>-</u>                    |

Restricted funds include the following grants which were received to support the care home throughout the COVID-19 pandemic:

**LCC Infection Control fund** - this was granted from May to March 2021 for the purpose of additional staffing costs, additional cleaning and for the purchase of equipment needed to manage the COVID-19 infection control requirements and support safe visiting. Of the £46,789 received £5,630 was spent on equipment which has been capitalised as fixed assets. The assets themselves are not restricted and therefore £5,630 has been transferred from restricted to unrestricted reserves. £10,064 was received to provide additional space to minimise social contact of staff. this was achieved through making available bedrooms which resulted in a loss of income. There were no associated expenditure and therefore £10,064 has been transferred from restricted to unrestricted reserves, All funds were used in the year.

**LCC COVID Support grant** - This was received to aid the care home with expenditure on Personal Protective Equipment during the pandemic. All funds were spent in the year.

**LCC Testing fund** - This was received for the purposes of training staff for Lateral Flow Device testing and the staff and testing area costs associated with this. £5,661 was received to provide additional space to minimise social contact of staff. this was achieved through making available bedrooms which resulted in a loss of income. There were no associated expenditure and therefore £5,661 has been transferred from restricted to unrestricted reserves, All funds were used in the year.

**Workforce Capacity fund** - This was received to aid them to deliver measure which meant additional staffing and to maintain safe care and support safe admission and discharge of residents. All funds were spent in the year.

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 15 Unrestricted funds

|                          | Balance at 1<br>April 2020<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Transfers<br>£ | Balance at 31<br>March 2021<br>£ |
|--------------------------|---------------------------------|----------------------------|----------------------------|----------------|----------------------------------|
| General reserves         | 847,689                         | 810,898                    | (711,135)                  | 10,460         | 957,912                          |
| Designated reserves:     |                                 |                            |                            |                |                                  |
| Fixed asset fund at cost | 427,662                         | -                          | (20,340)                   | 10,895         | 418,217                          |
|                          | <u>1,275,351</u>                | <u>810,898</u>             | <u>(731,475)</u>           | <u>21,355</u>  | <u>1,376,129</u>                 |

The general reserve is the free reserves of the charity after allowing for all designated funds.

The designated fixed asset fund is the value of the unrestricted funds represented by the fixed assets of the charity.

The resources expended represents the annual depreciation charge and the disposal of the fixed assets.

The transfer from the free reserves arises when funds are spent on fixed assets.

### 16 Analysis of net assets between funds

|                                                    | General<br>reserves<br>£ | Designated<br>reserves<br>£ | Total<br>£       |
|----------------------------------------------------|--------------------------|-----------------------------|------------------|
| Fund balances at 31 March 2021 are represented by: |                          |                             |                  |
| Intangible fixed assets                            | -                        | 523                         | 523              |
| Tangible assets                                    | -                        | 417,694                     | 417,694          |
| Current assets                                     | 957,912                  | -                           | 957,912          |
|                                                    | <u>957,912</u>           | <u>418,217</u>              | <u>1,376,129</u> |
|                                                    |                          |                             |                  |
|                                                    | General<br>reserves<br>£ | Designated<br>reserves<br>£ | Total<br>£       |
| Fund balances at 31 March 2020 are represented by: |                          |                             |                  |
| Intangible fixed assets                            | -                        | 572                         | 572              |
| Tangible assets                                    | -                        | 427,090                     | 427,090          |
| Current assets                                     | 847,689                  | -                           | 847,689          |
|                                                    | <u>847,689</u>           | <u>427,662</u>              | <u>1,275,351</u> |

# PRESTON BETHANY CARE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 17 Related party transactions

#### Remuneration of key management personnel

The remuneration of key management personnel is as follows.

|                        | 2021<br>£ | 2020<br>£ |
|------------------------|-----------|-----------|
| Aggregate compensation | 44,879    | 47,587    |

### 18 Taxation

The charity is exempt from tax on its charitable activities.

### 19 Company limited by guarantee

The charity is a company limited by guarantee and has no share capital. The liability of members in the event of a winding up is limited to £10 per member.

| 20 Cash generated from operations                                 | 2021<br>£      | 2020<br>£     |
|-------------------------------------------------------------------|----------------|---------------|
| Surplus for the year                                              | 100,778        | 49,439        |
| Adjustments for:                                                  |                |               |
| Investment income recognised in statement of financial activities | (4,662)        | (3,665)       |
| Depreciation and impairment of tangible fixed assets              | 20,340         | 19,040        |
| Movements in working capital:                                     |                |               |
| (Increase)/decrease in debtors                                    | (347)          | 19,870        |
| Increase in creditors                                             | 719            | 13,994        |
| <b>Cash generated from operations</b>                             | <b>116,828</b> | <b>98,678</b> |