

Charity registration number: 1172097

# Berry Pomeroy CIO

Annual Report and Financial Statements  
for the Year Ended 31 December 2022

## **Berry Pomeroy CIO**

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## **Berry Pomeroy CIO**

### **Reference and Administrative Details**

<b>Chairman</b>	R M Flude
<b>Trustees</b>	J M Ayres (resigned 14 February 2022) R M Flude M Stubbs R Hollister N Stubbs S Law S McCreadie (appointed 5 January 2023)
<b>Secretary</b>	R Hollister
<b>Principal Office</b>	26 - 28 Compton Street Eastbourne BN21 4EN
<b>Investment Managers</b>	Charles Stanley and Co Ltd, 6 - 10 Mount Ephraim Road, Tunbridge Wells, Kent. ME19 4JQ
<b>Charity Registration Number</b>	1172097
<b>Bankers</b>	NatWest 96 Teminus Road , Eastbourne BN21 3LX
<b>Independent Examiner</b>	Manningtons 39 High Street Battle East Sussex TN33 0EE

## **Berry Pomeroy CIO**

### **Trustees' Report**

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2022.

#### **Objectives and activities**

##### ***Objects and aims***

The charity's objects are to maintain a home for elderly people. It is run with a view to avoiding any deficit of income over expenditure and to use any surplus funds to benefit the home.

The policies adopted in furtherance of these objects are the continued running of Berry Pomeroy as a home for elderly people and there has been no change in these during the year.

The Trustees have paid due attention to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

To continue to operate a well established home with an excellent reputation.

## **Berry Pomeroy CIO**

### **Trustees' Report**

#### ***Objectives, strategies and activities***

High quality health and social care to beneficiaries - providing excellent care to residents:

Ample staffing levels have been maintained to attend to personal care needs, with regular training to increase awareness and ensure that the highest quality of care is being delivered. Long standing care staff and an activities coordinator ensure that emotional and social support needs are met as well as providing stimulating and engaging activities and events. As a fairly new charity the home has been inspected by the Care Quality Commission and holds an outcome of "good" in all areas. The appointment of a "Care Manager" has been a recent successful change and strengthened the management position in a timely way. Towards the end of the year the Care Manager left and the Registered Manager has elected to step up into this role. A new manager has been sought (and successfully recruited in the same year).

The year has seen a return to more normal priorities although efforts have continued to be directed towards keeping the residents and staff as safe as we could possibly make them. This has seen a very welcome return of social activities and family visiting. COVID precautions are now at management discretion and the requirement to wear masks has been relaxed. Great importance is still accorded to vaccinations and of course careful attention to infection control will be ongoing. Testing procedures are no longer routine. Trustees have actively followed the management's decision making, policy and contingency planning.

The outcome has been positive with few residents contracting covid and suffering only mild symptoms as a result. On several occasions when staff have tested positive it has been away from Berry Pomeroy and no risks have resulted.

#### **Residential fees**

To keep fees to a minimum and provide financial support to clients unable to fully meet costs independently. The charity has continued to keep fee increases to the absolute minimum but have been hampered significantly by the pandemic which has seen occupancy rates drop significantly. The resultant drop in income from resident's fees has exposed a risk of some financial loss at a time of uncertainty. The Trustees have felt significantly reassured though by the reserves policy and the investment of the gift from the Eastbourne Free Church Women's Council charity when it closed. Berry Pomeroy has continued to support residents funded by the local authority. Nevertheless Trustees need to look closely at the future business model and the issue of sustainability. It will be important to fill vacant rooms in the coming year.

#### **Property improvements**

Improving and maintaining the exterior and interior of the property: To improve the facilities by redecorating and maintaining the decor and atmosphere that make it a pleasant and comfortable place to live. A flooding of the basement area due to a Southern Water failure caused significant problems and costs which are currently being pursued through an insurance claim.

## **Berry Pomeroy CIO**

### **Trustees' Report**

#### ***Public benefit***

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

The home continues to provide a level of care well above the commercial standard and in particular the quality and number of staff significantly exceeds that found in non-charitable homes. A number of local authority funded residents benefit even more significantly.

Trustees ensure that self-funding residents still receive charitable benefits and do not subsidise other residents.

#### ***Financial review***

The charity's principal financial assets are the properties, bank balances, cash, and investments. The charity has an investment manager to ensure the charity is best positioned to function well into the longer term future.

COVID still has a significant impact this year and the previous year with understandably increased costs and reduced income. A decision not to admit new residents has meant that occupancy rates, a crucial financial factor, have dropped significantly, but this policy is now reversed and hopefully new residents will be forthcoming. Reserves were a real bonus in this event. The investment reserves are held in part to meet such emergencies as 2020 provided and gave the Trustees sufficient confidence to take all necessary measures without fear of the resultant costs.

#### ***Policy on reserves***

The charity has adopted three main financial policies which cover reserves, investments and financial governance. These are reviewed annually. In previous years the reserves and investment policies ensure the availability of adequate funds to protect the charity from short term fluctuations.

The charity's activities expose it primarily to the financial risks of needing to maintain a high level of occupancy and it is also particularly vulnerable to increases in the national living wage. The reserves policy protects the charity against these risks and this continues to be tested through 2022 and not found wanting.

#### ***Principal funding sources***

The charity's principal financial assets are the properties, bank balances, cash, and investments. The charity has an investment manager to ensure the charity is best positioned to function well into the longer term future.

#### ***Investment policy and objectives***

Longer term reserves are in the care of an Investment Manager appointed by the Trustees in 2018. The objective being to secure the long term future of the home for the benefit of future residents. The pandemic initially had a significant effect on the markets but the delivery of a vaccine produced a strong recovery. The investment policy directs a low to medium risk level and a balanced portfolio. An ethical investment approach should be adopted as far as is possible. Recently the market values have fallen due to inflationary pressures.

Short term reserves are held which are in the region of 3 months operating costs.

## **Berry Pomeroy CIO**

### **Trustees' Report**

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

##### ***Nature of governing document***

The Eastbourne Free Church Women's Council 'Berry Pomeroy' Home for the Elderly operates under a Trust Deed dated 20 June 1951. On 9th March 2017 the Trustees of Berry Pomeroy made the decision to apply to become a Charitable Incorporated Organisation (CIO) and adopted a foundation governing document following closely the Charity Commission model. It is registered with the Charity Commission under charity number 1172097.

On 24th March 2017 the Trustees of Eastbourne Free Church Women's Council passed a special resolution to bring an end the legal connections with Berry Pomeroy (an associated charity registered with the Charity Commissioners under the reference 251855) and therefore the Trust Deed of Berry Pomeroy Home for Elderly People.

On 30th June 2017 'Berry Pomeroy' registered with the Charity Commissioners under the reference 251855 ceased operations. All activities and assets were transferred to 'Berry Pomeroy Home for the Elderly' (a new charitable incorporated organisation) registered with Charity Commissioners under the reference 1172097.

Despite the modernised structure of the Charity, the ethics and aspirations of the Eastbourne Free Church Women's Council (EFCWC) have been carried through. Two of the original Trustees remain serving.

A significant donation from the EFCWC has enabled the Charity to adopt a secure financial footing and to make significant improvements to the home each year.

##### ***Recruitment and appointment of trustees***

The initial Trustees were the trustees of the earlier charity. The Trustees are all individuals and meet on a monthly basis during the year to discuss the performance of the Charity and make decisions as appropriate. This year has improved in that Trustees have met in person again, and are now visiting the home more regularly.

##### ***Induction and training of trustees***

New members are given induction material including the governing document, accounts and previous meeting minutes, as well as Charity Commission guidance.

## **Berry Pomeroy CIO**

### **Trustees' Report**

#### ***Major risks and management of those risks***

##### ***General risk***

The Trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established systems and procedures to manage them. The Trustees review the risk management process each year and maintain a risk register which is regularly reviewed. Throughout 2022 though this has been almost exclusively related to covid measures.

##### ***Financial risk***

The charity's activities expose it primarily to the financial risks of maintaining a high level of occupancy and it is particularly vulnerable to increases in the national living wage

The reserves policy protects the charity against these risks and this has been tested in 2021 and not found wanting.

COVID has had a significant impact this year and the previous year with understandably increased costs. A decision not to admit new residents has meant that occupancy rates, a crucial financial factor, have dropped significantly. The reason for this measure has been initially about infection control and maintaining sufficient space for donning and doffing of PPE as well as having the capacity to effectively isolate all residents effectively should it become necessary.

The costs have been mitigated again this year by government funding, and a loss of around £40,000 (excluding unrealised investment's gains) is considered by Trustees to be a good financial outcome albeit for the second year running.

Reserves were a real bonus in this event. The investment reserves are held in part to meet such emergencies as 2021 provided and gave the Trustees sufficient confidence to take all necessary measures without fear of the resultant costs.

#### **Financial instruments**

##### ***Objectives and policies***

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

The Charity has adopted three main financial policies which cover Reserves, Investment, and Financial Governance. These are reviewed annually. The reserves and investment policies ensure the availability of adequate funds to protect the charity from short term fluctuations.

The charity's activities expose it primarily to the financial risks of needing to maintain a high level of occupancy and it is also particularly vulnerable to increases in the national living wage. The reserves policy protects the charity against these risks and this has been tested again in 2021 and not found wanting.



## **Berry Pomeroy CIO**

### **Trustees' Report**

#### ***Cash flow risk***

The charity's activities expose it primarily to the financial risks of maintaining a high level of occupancy and it is also particularly vulnerable to increases in the national living wage. The reserves and investment policies ensure the availability of adequate funds to protect the charity from short term fluctuations.

#### ***Credit risk***

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. During the year the charity has engaged an investment manager to invest reserves on a low to medium risk basis. This is to ensure the charity is best positioned to function well into the longer term future.

#### ***Liquidity risk***

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term financial strategies.

## **Berry Pomeroy CIO**

### **Statement of Trustees' Responsibilities**

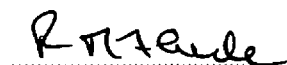
The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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

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

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

Approved by the trustees of the charity on 19/7/23 and signed on its behalf by:



R M Flude  
Chairman and Trustee

## **Berry Pomeroy CIO**

### **Independent Examiner's Report to the trustees of Berry Pomeroy CIO**

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2022 which are set out on pages 10 to 26.

#### **Respective responsibilities of trustees and examiner**

As the charity's trustees of Berry Pomeroy CIO you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Berry Pomeroy CIO's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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

Since Berry Pomeroy CIO'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 Manningtons Chartered Accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no material 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 Berry Pomeroy CIO as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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 accounts to be reached.



.....  
Mrs R Walsh FCCA

Manningtons Chartered Accountants  
39 High Street  
Battle  
East Sussex  
TN33 0EE

Date:.....19/7/23.....

## Berry Pomeroy CIO

### Statement of Financial Activities for the Year Ended 31 December 2022

	Note	Unrestricted £	Restricted £	Total 2022 £
<b>Income and Endowments from:</b>				
Donations and legacies	2	17,425	-	17,425
Charitable activities	3	789,889	-	789,889
Investment income	4	14,095	-	14,095
Total Income		<u>821,409</u>	<u>-</u>	<u>821,409</u>
<b>Expenditure on:</b>				
Raising funds		249	-	249
Charitable activities	5	<u>(791,386)</u>	<u>(23,912)</u>	<u>(815,298)</u>
Total Expenditure		<u>(791,137)</u>	<u>(23,912)</u>	<u>(815,049)</u>
Gain/(loss) on investments		<u>(68,497)</u>	<u>-</u>	<u>(68,497)</u>
Net expenditure		(38,225)	(23,912)	(62,137)
Gross transfers between funds		<u>22,771</u>	<u>(22,771)</u>	<u>-</u>
Net movement in funds		(15,454)	(46,683)	(62,137)
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>517,464</u>	<u>390,140</u>	<u>907,604</u>
Total funds carried forward	16	<u><u>502,010</u></u>	<u><u>343,457</u></u>	<u><u>845,467</u></u>

## Berry Pomeroy CIO

### Statement of Financial Activities for the Year Ended 31 December 2022

	Note	Unrestricted £	Restricted £	Total 2021 £
<b>Income and Endowments from:</b>				
Donations and legacies		57,698	-	57,698
Charitable activities		712,719	-	712,719
Investment income	4	<u>14,127</u>	<u>-</u>	<u>14,127</u>
Total Income		<u>784,544</u>	<u>-</u>	<u>784,544</u>
<b>Expenditure on:</b>				
Raising funds		(4,133)	-	(4,133)
Charitable activities		<u>(772,730)</u>	<u>(24,613)</u>	<u>(797,343)</u>
Total Expenditure		<u>(776,863)</u>	<u>(24,613)</u>	<u>(801,476)</u>
Gains/losses on investment assets		<u>70,796</u>	<u>-</u>	<u>70,796</u>
Net income/(expenditure)		78,477	(24,613)	53,864
Gross transfers between funds		<u>40,482</u>	<u>(40,482)</u>	<u>-</u>
Net movement in funds		118,959	(65,095)	53,864
<b>Reconciliation of funds</b>				
Total funds transferred from charity		<u>398,505</u>	<u>455,235</u>	<u>853,740</u>
Total funds carried forward	16	<u>517,464</u>	<u>390,140</u>	<u>907,604</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2022 and 2021 are shown in note 16.

**Berry Pomeroy CIO**  
**(Registration number: 1172097)**  
**Balance Sheet as at 31 December 2022**

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	11	314,069	315,210
Investments	12	<u>496,972</u>	<u>558,028</u>
		<u>811,041</u>	<u>873,238</u>
<b>Current assets</b>			
Debtors	13	27,802	24,348
Cash at bank and in hand	14	<u>59,130</u>	<u>71,737</u>
		86,932	96,085
<b>Creditors: Amounts falling due within one year</b>	15	<u>(52,506)</u>	<u>(61,719)</u>
<b>Net current assets</b>		<u>34,426</u>	<u>34,366</u>
<b>Net assets</b>		<u>845,467</u>	<u>907,604</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		343,457	390,140
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>502,010</u>	<u>517,464</u>
<b>Total funds</b>	16	<u>845,467</u>	<u>907,604</u>

The financial statements on pages 10 to 26 were approved by the trustees, and authorised for issue on 19/3/23 and signed on their behalf by:



R M Flude  
Chairman and Trustee

## Berry Pomeroy CIO

### Cash Flow Statement for the Year Ended 31 December 2022

	Note	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Net cash (expenditure)/income		(62,137)	53,864
<b>Adjustments to cash flows from non-cash items</b>			
Depreciation		23,913	24,674
Investment income	4	(14,095)	(14,127)
Revaluation of investments		<u>82,279</u>	<u>(48,446)</u>
		29,960	15,965
<b>Working capital adjustments</b>			
(Increase)/decrease in debtors	13	(3,454)	1,431
Decrease in creditors	15	<u>(9,213)</u>	<u>(628)</u>
Net cash flows from operating activities		<u>17,293</u>	<u>16,768</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets	11	(22,772)	(40,819)
Purchase of investments	12	(21,885)	(13,935)
Sale of investments and cash awaiting investment		662	38,894
Income from dividends	4	<u>14,095</u>	<u>14,127</u>
Net cash flows from investing activities		<u>(29,900)</u>	<u>(1,733)</u>
Net (decrease)/increase in cash and cash equivalents		(12,607)	15,035
Cash and cash equivalents at 1 January		<u>71,737</u>	<u>56,702</u>
Cash and cash equivalents at 31 December		<u><u>59,130</u></u>	<u><u>71,737</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

## **Berry Pomeroy CIO**

### **Notes to the Financial Statements for the Year Ended 31 December 2022**

#### **1 Accounting policies**

##### **Statement of compliance**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

##### **Basis of preparation**

Berry Pomeroy CIO meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

##### **Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

##### **Income and endowments**

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

##### **Donations and legacies**

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

##### **Grants receivable**

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

##### **Investment income**

Investment income comprises of bank interest due.

##### **Charitable activities**

All income is accounted for as gross, before deducting any related fees or costs.



## **Berry Pomeroy CIO**

### **Notes to the Financial Statements for the Year Ended 31 December 2022**

#### **Expenditure**

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

#### ***Raising funds***

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **Support costs**

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

#### **Governance costs**

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

#### **Government grants**

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

#### **Taxation**

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

## **Berry Pomeroy CIO**

### **Notes to the Financial Statements for the Year Ended 31 December 2022**

#### **Tangible fixed assets**

Individual fixed assets costing £300.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

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

#### **Depreciation and amortisation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Freehold property	2% straight line
Furniture and contents	10% reducing balance
Computer equipment	33.33% straight line

#### **Fixed asset investments**

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. A provision for the impairment of is established when there is objective evidence that the will not be able to collect all amounts due according to the original terms of the receivables.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

## **Berry Pomeroy CIO**

### **Notes to the Financial Statements for the Year Ended 31 December 2022**

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price.

#### **Borrowings**

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

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

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

#### **Fund structure**

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### **Financial instruments**

##### ***Classification***

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

## **Berry Pomeroy CIO**

### **Notes to the Financial Statements for the Year Ended 31 December 2022**

#### ***Recognition and measurement***

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

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

#### ***Fair value measurement***

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

## Berry Pomeroy CIO

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 2 Income from donations and legacies

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Donations and legacies;			
Donations from individuals	80	80	415
Grants, including capital grants;			
Government grants	17,345	17,345	57,283
	<u>17,425</u>	<u>17,425</u>	<u>57,698</u>

#### 3 Income from charitable activities

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Residential home	789,889	789,889	712,719

#### 4 Investment income

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Income from dividends;			
Dividends receivable from other listed investments	14,095	14,095	14,127

## Berry Pomeroy CIO

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 5 Expenditure on charitable activities

Note	Unrestricted funds General £	Restricted funds £	Total funds £
Charitable activities	777,771	-	777,771
Depreciation, amortisation and other similar costs	-	23,912	23,912
Allocated support costs	12,415	-	12,415
Governance costs	1,200	-	1,200
<b>Total for 2022</b>	<u>791,386</u>	<u>23,912</u>	<u>815,298</u>
<b>Total for 2021</b>	<u>772,730</u>	<u>24,613</u>	<u>797,343</u>

#### 6 Analysis of governance and support costs

##### Governance costs

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Independent examiner fees			
Examination of the financial statements	1,200	1,200	1,080
	<u>1,200</u>	<u>1,200</u>	<u>1,080</u>

#### 7 Net incoming/outgoing resources

Net incoming/(outgoing) resources for the year include:

	2022 £	2021 £
Depreciation of fixed assets	<u>23,912</u>	<u>24,613</u>

#### 8 Trustees remuneration and expenses

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

## Berry Pomeroy CIO

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 9 Staff costs

The aggregate payroll costs were as follows:

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Engaged on charitable activities	29	31
Engaged on management and administration	<u>3</u>	<u>3</u>
	<u>32</u>	<u>34</u>

No employee received emoluments of more than £60,000 during the year

The total employee benefits of the key management personnel of the charity were £77,325 (2021 - £88,319).

#### 10 Taxation

The charity is a registered charity and is therefore exempt from corporation tax.

#### 11 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Computer equipment £	Total £
<b>Cost</b>				
At 1 January 2022	453,117	195,385	184	648,686
Additions	<u>22,772</u>	<u>-</u>	<u>-</u>	<u>22,772</u>
At 31 December 2022	<u>475,889</u>	<u>195,385</u>	<u>184</u>	<u>671,458</u>
<b>Depreciation</b>				
At 1 January 2022	143,553	189,740	183	333,476
Charge for the year	<u>20,221</u>	<u>3,691</u>	<u>1</u>	<u>23,913</u>
At 31 December 2022	<u>163,774</u>	<u>193,431</u>	<u>184</u>	<u>357,389</u>
<b>Net book value</b>				
At 31 December 2022	<u>312,115</u>	<u>1,954</u>	<u>-</u>	<u>314,069</u>
31 December 2021	<u>309,564</u>	<u>5,645</u>	<u>1</u>	<u>315,210</u>

## Berry Pomeroy CIO

### Notes to the Financial Statements for the Year Ended 31 December 2022

Included within the net book value of land and buildings above is £312,115 (2021 - £309,564) in respect of freehold land and buildings and £Nil (2021 - £Nil) in respect of leaseholds.

#### 12 Fixed asset investments

	2022 £	2021 £
Investments	<u>496,972</u>	<u>558,028</u>
<b>Other investments</b>		
	<b>Listed investments £</b>	<b>Total £</b>
<b>Cost or Valuation</b>		
At 1 January 2022	544,246	544,246
Revaluation	(68,497)	(68,497)
Additions	21,885	21,885
Disposals	<u>(20,363)</u>	<u>(20,363)</u>
At 31 December 2022	477,271	477,271
Cash awaiting investment	<u>19,701</u>	<u>19,701</u>
<b>Net book value</b>		
At 31 December 2022	<u>496,972</u>	<u>496,972</u>
At 31 December 2021	<u>558,028</u>	<u>558,028</u>

The cost of the investments at 31.12.22 £477,301 (2021: £469,860).

All investments are held on the stock exchange.



## Berry Pomeroy CIO

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 13 Debtors

	2022 £	2021 £
Trade debtors	20,155	16,136
Prepayments	7,647	8,212
	<u>27,802</u>	<u>24,348</u>

#### 14 Cash and cash equivalents

	2022 £	2021 £
Cash on hand	1,445	1,948
Cash at bank	57,685	69,789
	<u>59,130</u>	<u>71,737</u>

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

	2022 £	2021 £
Trade creditors	16,907	22,402
Other taxation and social security	9,030	9,177
Other creditors	2,584	2,474
Accruals	23,985	27,666
	<u>52,506</u>	<u>61,719</u>

## Berry Pomeroy CIO

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 16 Funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £
<b>Unrestricted funds</b>					
<i>General</i>					
Unrestricted fund	517,464	821,409	(791,137)	22,771	(68,497)
<b>Restricted funds</b>					
Restricted fund	<u>390,140</u>	<u>-</u>	<u>(23,912)</u>	<u>(22,771)</u>	<u>-</u>
<b>Total funds</b>	<u>907,604</u>	<u>821,409</u>	<u>(815,049)</u>	<u>-</u>	<u>(68,497)</u>
					<b>Balance at 31 December 2022 £</b>

<b>Unrestricted funds</b>	
<i>General</i>	
Unrestricted fund	502,010
<b>Restricted funds</b>	
Restricted fund	<u>343,457</u>
<b>Total funds</b>	<u>845,467</u>

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £
<b>Unrestricted funds</b>					
<i>General</i>					
Unrestricted fund	398,505	784,544	(776,863)	40,482	70,796
<b>Restricted</b>					
Restricted fund	<u>455,235</u>	<u>-</u>	<u>(24,613)</u>	<u>(40,482)</u>	<u>-</u>
<b>Total funds</b>	<u>853,740</u>	<u>784,544</u>	<u>(801,476)</u>	<u>-</u>	<u>70,796</u>

## Berry Pomeroy CIO

### Notes to the Financial Statements for the Year Ended 31 December 2022

	Balance at 31 December 2021 £
<b>Unrestricted funds</b>	
<i>General</i>	
Unrestricted fund	517,464
<b>Restricted</b>	
Restricted fund	<u>390,140</u>
<b>Total funds</b>	<u><u>907,604</u></u>

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

Restricted funds comprise of a donation from the Eastbourne Free Women's church and are for the maintenance of buildings and property.

#### 17 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2022 £
Tangible fixed assets	-	314,069	314,069
Fixed asset investments	496,972	-	496,972
Current assets	57,544	29,388	86,932
Current liabilities	<u>(52,506)</u>	<u>-</u>	<u>(52,506)</u>
Total net assets	<u><u>502,010</u></u>	<u><u>343,457</u></u>	<u><u>845,467</u></u>
	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2021 £
Tangible fixed assets	-	315,210	315,210
Fixed asset investments	483,098	74,930	558,028
Current assets	96,085	-	96,085
Current liabilities	<u>(61,719)</u>	<u>-</u>	<u>(61,719)</u>
Total net assets	<u><u>517,464</u></u>	<u><u>390,140</u></u>	<u><u>907,604</u></u>

## Berry Pomeroy CIO

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 18 Analysis of net funds

	At 1 January 2022 £	Financing cash flows £	At 31 December 2022 £
Cash at bank and in hand	<u>71,737</u>	<u>(12,607)</u>	<u>59,130</u>
Net debt	<u>71,737</u>	<u>(12,607)</u>	<u>59,130</u>
	At 1 January 2021 £	Financing cash flows £	At 31 December 2021 £
Cash at bank and in hand	<u>56,702</u>	<u>15,035</u>	<u>71,737</u>
Net debt	<u>56,702</u>	<u>15,035</u>	<u>71,737</u>

#### 19 Related party transactions

There were no related party transactions in the year.