

Charity Registration No. 1191545

**BETHANY CARE TRUST CIO
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

BETHANY CARE TRUST CIO

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M D Bishop Mr R G A Carnall Mr S L Dunn Mr H A Hatt Mr E V Michael Mr J Miller Dr S Eu Ruen Lim
Charity number	1191545
Principal address	17a Pamber Heath Road Tadley Hampshire RG26 3TH
Manager	Mrs M A Murray
Auditor	Morris Lane 31/33 Commercial Road Poole Dorset BH14 0HU
Bankers	Lloyds Bank PLC 25 Gresham Street London EC2V 7HN
Solicitors	Rowberry Morris Sherfield House Mulfords Hill Tadley Hampshire RG26 3XJ

BETHANY CARE TRUST CIO

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BETHANY CARE TRUST CIO

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2022

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 governing document, the Charities Act 2011 and "Second Edition October 2021 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 from 1 January 2019)

Objectives and activities

Bethany operates under a Constitution and is a Charitable Incorporated Organisation registered with the Charity Commissioners for England and Wales. The charity's objective is to provide care for elderly Christians on the basis of need and in an environment most suited to the individual. A 37 bed Residential Care Home is provided and maintained for this purpose. In addition, Bethany Oaks, 10 Independent/Assisted living properties are available, linked by means of an emergency call system and into which Domiciliary Care can be provided. The aim is to provide outstanding care, whatever the location, with the wellbeing and happiness of the residents given top priority at all times. Regular reviews/discussions take place with residents and their relatives regarding the care environment thereby enabling activities to be provided and improvements made for the residents' benefit.

In setting this objective and planning activities, the trustees have given careful consideration to the Charity Commission's general guidance on public benefit. The accounting policies adopted in furtherance of these objects are set out in note 1 to the financial statements and there has been no change in these during the year. The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake. The activities of the CIO in the year towards its objectives are outlined in Achievements and Performance.

Achievements and performance

The Residents of Bethany have benefitted from high quality, holistic, person centered care, which maximises quality of life within the constraints of deteriorating physical and mental health.

A varied program of activities is provided relevant to the age of our residents and their ability to participate. This includes a brief daily devotional meeting in the main lounge, sewing/knitting sessions, talks on various subjects given by visiting speakers, quizzes, greenhouse plant propagation and outings in our cars. Annual events are held as well such as a BBQ, open day and Carol Service. In addition, there are regular visits from local nursery children, school children, Brownies and Guides. Some of these activities were, of necessity, limited due to the Pandemic but during the year resumed when the government guidance allowed.

Residents continued to benefit throughout from the in-house hairdressing salon and coffee shop situated in the grounds of Bethany. The shop is a delightful meeting place for residents as well as those who occupy Bethany Oaks, their friends and family. It is not open to the public apart from by invitation only to events such as Birthday Parties etc. This has continued this year according to the government guidelines at the time for the control of Coronavirus.

There is a program of continuous improvement both of the general public areas of the home and the areas dedicated to the care of those living with dementia. A major refurbishment of one of the main bathroom facilities stalled due to Covid and will recommence once it is possible to do this.

The high standard of accommodation provided by Bethany continues to receive very favorable comments from residents, their relatives and visitors. An inspection of the Home in May 2019 by the Care Quality Commission, covering the five inspection domains, found the home to be classified as 'Outstanding.' Feedback from the Care Quality Commission is a good indication of the home's achievement and performance. Inspections have been limited over the year however CQC conducted monitoring calls and were satisfied with all aspects of the care provided.

With a view to providing public benefit, the CIO has a policy that residents can remain in Bethany in the event of their capital becoming depleted to the level at which government assistance is provided for the payment of fees. In these circumstances, a fee contribution is not always sought from family/friends and on occasions residents

BETHANY CARE TRUST CIO

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2022

continue to be cared for at residential rates even though their health has deteriorated to the extent that they are in receipt of the equivalent of nursing care. Considerable benefit too is derived by those who are funded by local authorities since the actual cost of the care they receive is considerably more than that which the CIO is paid. All residents have free transport and the assistance of a carer when attending healthcare appointments and other events if required.

In connection with the marketing of Bethany Oaks, the CIO is willing to retain some of the equity in the event of the purchaser being unable to pay the full market value. A charge is levied in the event of any equity retention, depending upon the individual circumstances. Additionally, the annual Service Charge paid by owners of the properties and the cost of the daily meals which are available to the residents are subsidised by the CIO. Weekly shopping trips were replaced in 2021 by an online food ordering service but outings were suspended due to lock down.

The CIO provides local employment and funds the training of some 50 staff including those working part-time. Work experience placements are given free of charge to students from local senior schools and voluntary work is provided for those in the community.

Volunteers – there are several volunteers who contribute mainly to the activity program for the residents, bringing the community into the Home. Volunteers do not replace paid staff but complement them – volunteers' hours are only minimal but they contribute hugely to the wellbeing of the residents by taking devotional services, providing structured activities and assisting with outings.

There are no investment objectives set and there has been no movement on the fixed asset investment. The CIO own a property, Morns Field, in Crawley, Hampshire, which was originally donated as part of a legacy. The property was extensively refurbished by Bethany Care Trust several years ago and is held as an investment property.

Financial review

The Trustees are pleased to report a surplus of £316,936 (2021 £0) for the year ended 31 March 2022 as shown on page 10.

The total income for the CIO was £1,463,520 (2021: £0). The provision of care in the home is the primary activity producing this income and this has grown in the year. Donations and legacies have increased to £10,202. Investment income from rental properties has increased including resident accommodation. Demand for places at the home remains strong and there is a waiting list. Ability to expand income is limited by the rooms available and fee increases.

Expenditure on the delivery of this care is primarily on wages. Premises costs are also a significant contributor.

At 31 March 2022 the CIO had £6,005,455 total reserves. In 2021 the total reserves were £0 of which the entirety is property as explained in the next paragraph. Likewise, unrestricted and undesignated reserves are at £0. In 2021 reserves were £0.

The results for the year, the state of the CIO's affairs and transfers between designated and unrestricted funds are shown in the attached accounts. Similarly the fixed assets have been transferred to Bethany Care Trust (CIO) and are £0. The designated fund of £5,709,013 relates to the fixed assets as detailed in notes 13 and 14.

The trustees changed the reserves policy in 2015. The care home is performing well and the charity are investing in new opportunities. In light of this it is not thought to be prudent to keep a high level of unrestricted funds which have not been designated. The policy is moderate to low level of unrestricted reserves held to support day to day fluctuations. The general reserves were in surplus prior to the transfer to the CIO since all Bethany Oaks property have been sold on.

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

BETHANY CARE TRUST CIO

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2022

Principal risks and uncertainties

In view of the specific objectives of the CIO, the assets continue to be retained and used for the provision of residential accommodation for elderly Christians who are in need of care and support. The trustees continue to consider carefully the major risks to which the charity is potentially exposed. These include insurance cover, employment practice and the provisions of the Health and Social Care Act 2008 (Regulated Activities) Regulations 2010. In addition, regular reporting procedures cover ongoing financial and operational issues, including health and safety. Before entering into any financial commitment, the trustees view the implications in the light of the CIO's strong capital resource and operate an ongoing management process to ensure that systems are in place to mitigate exposure to the major risks.

Principal funding

The CIO's income is derived largely from fees obtained through the provision of both temporary and permanent accommodation in our residential home. Expenditure relates mostly to the daily operation of the home and as such this stable pattern of receipts and payments has little susceptibility to outside influences and does not warrant large reserves being held.

Bethany is able to reclaim from HM Revenue & Customs income tax which has been deducted from both covenanted and one-off donations in accordance with the Gift Aid Scheme. The trustees are most grateful to all who have kindly made gifts to Bethany under this Scheme during the year so that the CIO can obtain maximum financial benefit. As a registered charity, legacies are exempt for Inheritance Tax purposes.

Reserves and material investments policy

At any given time, the CIO could be required to purchase one or more of the Bethany Oaks leasehold properties under the owner/executor's buy-back agreement. In this event, any required funding has always been readily available against the security of the strong asset base until such time as the property was resold. Currently there are no concerns regarding the CIO's long-term strategy in view of this capital resource coupled with prudent management. The designated fund held as at 31 March 2022 is £5,709,013 (2021: £0). The operating costs of the home continue to be carefully monitored and controlled but always with the well-being of the residents in mind.

Investment policy

The CIO does not have a specific policy for investments. Money not immediately needed for working capital requirements by the CIO is invested as appropriate so as to maximise return for the CIO on its assets. The investment property was received as a legacy and is held for capital appreciation and future rental income streams.

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

Plans for the future

Expansion of the home is currently being considered with the additional properties purchased but is still at an early stage. Demand for Bethany Oaks properties also remains strong.

Structure, governance and management

The original charity was established as the Mizpah Charitable Trust by a charitable trust deed on 13 December 1988. On 1 January 1997, the name of the charity was changed to Bethany Care Trust (referred to as "Bethany"). The charity was an unincorporated trust until 30 April 2021. At this time the trade and assets were transferred into a new legal entity – Bethany Care Trust CIO, Charitable Incorporated Organisation, Charity Number 1191545.

Bethany Care Trust (CIO) is duly registered with the Care Quality Commission for the Provision of Accommodation for Persons requiring Residential or Nursing Care and for the Provision of Personal Care. The business has operated under this new registration since 1 May 2021.

BETHANY CARE TRUST CIO

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2022

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr M D Bishop

Mr R G A Carnall

Mr S L Dunn

Mr H A Hatt (resigned 13/11/2022)

Mr E V Michael

Mr J Miller

Dr S Eu Ruen Lim

Method of appointment or election of trustees

The trustees of Bethany, who may be appointed by a resolution of a meeting of the trustees, have overall responsibility for ensuring the effective and efficient operation of the 37-bed residential home within charity law and the charity's objects. New trustees are drawn from those who are known to have an interest in the objectives of Bethany, a sincere sympathy for care of the elderly and enjoy the unanimous approval of the existing trustees. New trustees are appointed before established trustees retire—giving a considerable period of overlap when the new trustees are 'mentored'. New trustees are given written information on their role and responsibilities.

Organisational structure and decision making

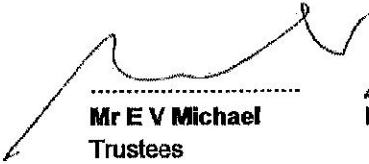
During the year, implementation of most of the trustees' policies was carried out by a management committee which meets bi-monthly. It is chaired by Mrs A Murray and comprises of three trustees assisted by Mr H A Hatt (CIO Chairman). Mrs A Murray had responsibility for the day-to-day administration of the Home within the policies and procedures approved by the trustees until May 2019. Only the significant expenditure decisions and major capital projects are referred to the trustees for prior approval. From June 2019 Ms C Langthorne took over the responsibility of the day to day running as Home Manager. During the year Ms C Langthorne was on Maternity leave and a temporary Manager, Mr Steve Osborne was appointed in her place. The Deputy Manager position was replaced by Duty Managers to share the responsibility. Mrs A Murray continued in a Business Manager role (with reduced hours) from January 2020.

Topical matters, such as new policies etc required by regulators are discussed at CIO meetings and details of seminars open to trustees are brought to the attention of trustees for them to attend should they wish to do so.

Risk management

The trustees are responsible for the overseeing of risks faced by Bethany and detailed considerations of risk are delegated to the Managers. Risks are identified, assessed and controls established throughout the year. They are managed under the headings of financial sustainability, resident and staff safety, hygiene control, employment and community access. Professional advisers are employed in connection with personnel matters and Health and Safety issues. Through the established risk management processes, the trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

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



Mr E V Michael

Trustees



Mr J Miller

Dated: January 2023

BETHANY CARE TRUST CIO

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

The trustees 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).

The law applicable to charities in England and Wales 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 of the charity 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 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 sufficient 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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 accounts may differ from legislation in other jurisdictions.

Statement of disclosure to auditors

So far as the Trustees are aware, there is no relevant audit information of which the charity's auditors are unaware. Additionally, the trustees have taken all the necessary steps that they ought to have taken as trustees in order to make them aware of all relevant audit information and to establish that the charity's auditors are aware of that information.

BETHANY CARE TRUST CIO

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF BETHANY CARE TRUST CIO

Opinion

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

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 the provisions available for small entities 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.

Conclusion Relating to Going Concern

In auditing the financial statements, we have concluded that the trustee's 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 charities 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 trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

BETHANY CARE TRUST CIO

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

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees 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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder including carrying out the audit in accordance with section 154 of the Charities Act 2011.

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.

We the auditors exercise professional judgement and have maintained professional scepticism throughout the course of the audit.

Identifying and assessing the risks of material misstatement due to irregularities, including fraud

In the preparation of this audit, we obtained an understanding of the legal and regulatory frameworks that are applicable to the CIO from our experience within the practice and from correspondence and communication with the Trustees. These frameworks have been discussed and outlined to the audit team throughout the process so that they would remain alert to any non-compliance.

The identified, relevant laws and regulations are as follows: the financial reporting framework under which the CIO operates – Financial Reporting Standard 102 Charities SORP; Charities Act 2011 and taxation legislation including pay as you earn and pensions legislation together with COVID-19 funding including grant income. These laws and regulations will have a direct impact on the financial statements and the disclosures within.

We have also identified the following rules in respect to the operation of the CIO. These laws and regulations include compliance with Care Quality Commission regulations; health and safety laws; food hygiene laws; General Data Protection Regulation (GDPR) and employment law. Non-compliance of these laws and regulations can have a material impact on the financial statements. This can result in litigation, the imposition of fines and the closure of the CIO. Any of these events would have a material impact on the disclosures within the accounts.

In order to identify risks of material misstatement due to fraud, we assessed events and conditions where opportunities and incentives may exist within the CIO for fraud to occur. Our risk assessment procedures included enquiring of management as to any instances of fraud, the procedures of the CIO to identify fraud and by using analytical procedures to identify any unusual or unexpected relationships. From our findings, we identified the greatest potential for fraud was in the following areas: recognition of income; ghost employees and or residents and grant income. As required by auditing standards, we are also required to perform specific procedures to respond to the risk of management override.

BETHANY CARE TRUST CIO

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

The identified risks of material misstatement due to fraud were communicated to the audit team in order that they remained alert to any non-compliance throughout the audit.

Audit procedures designed to respond to the risks of material misstatement due to irregularities including fraud

As a result of performing our risk assessments as detailed above, we planned and performed our audit to identify non-compliance with such laws and regulations, including fraud by undertaking the following:

- Discussions with management concerning potential non-compliance of laws and regulations.
- Reviewing the disclosures contained within the financial statements and testing to supporting documentation in order to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements.
- Reviewing Care Quality Commission inspection reports to identify any potential non-compliance of laws and regulations.
- Performing substantive testing with regard to employees to ensure that identification and employment contracts are on file, the pay as you earn system is operating correctly.
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- Revenue recognition was addressed by obtaining an understanding of relevant controls with regard to revenue recognition and undertaking substantive testing to ensure that revenue is recognised in line with the company's accounting policy and in line with accounting standards.
- To address the risks arising from the diversion of income, contracts with 3rd party service users were agreed to the amounts charged and therefore reflected in the financial statements of the company.
- The risk relating to management override of controls was addressed by testing the appropriateness of journal entries and other adjustments, assessing whether accounting estimates are indicative of potential bias and evaluating the business rationale of any significant transactions that are considered unusual or outside the normal course of business.
- The risk relating to grant income available in respect of the COVID pandemic was addressed by reviewing the conditions attached to the grant income and the associated claims submitted.

Due to the inherent limitations of an audit, there is an unavoidable risk that, despite properly planning and performing our audit in accordance with accounting standards, some material misstatements may not have been detected.

Auditing standards limit the audit procedures required to identify non-compliance with other operational laws and regulations to enquiry of directors and management and inspection of any correspondence. If a breach of operational regulations is not evident from relevant correspondence or disclosed to us, an audit is unlikely to detect that breach. In addition, the further removed non-compliance with laws and regulations is from the events and transactions included in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, the risk of not detecting material misstatement from due to fraud is higher than the risk of one not being detected through error as fraud may involve deliberate concealment through collusion, forgery, misrepresentations, and intentional omissions.

This report is made solely to the CIO's members, as a body, in accordance with the Charities Act 2011. Our audit work has been undertaken so that we might state to the CIO's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the CIO's members as a body, for our audit work, for this report, or for the opinions we have formed.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charities trustee's, 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 charities trustee's 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 charity and the charities trustee's as a body, for our audit work, for this report, or for the opinions we have formed.

BETHANY CARE TRUST CIO

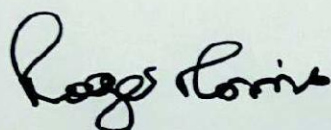
INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF BETHANY CARE TRUST CIO

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements 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)" (as amended) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2016.

The comparative figures in the accounts are unaudited.



Morris Lane
Chartered Accountants
Statutory Auditor

25 January 2023

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31/33 Commercial Road
Poole
Dorset
BH14 0HU

Morris Lane is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006

BETHANY CARE TRUST CIO

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

	Notes	Unrestricted funds general 2022 £	Unrestricted funds designated 2022 £	Total Year 31 March 2022 £	Total Period 31 March 2021 £
<u>Income and endowments from:</u>					
Donations and legacies	3	10,202	-	10,202	-
Charitable activities	4	1,292,299	-	1,292,299	-
Investments	5	64,650	-	64,650	-
Other income	6	96,369	5,694,124	5,790,493	-
Total income		1,463,520	5,694,124	7,157,644	-
<u>Expenditure on:</u>					
<u>Raising funds</u>					
Investment management	7	1,898	-	1,898	-
		1,898	-	1,898	-
<u>Charitable activities</u>					
Provision of residential care	8	1,144,686	-	1,144,686	-
Total charitable expenditure		1,144,686	-	1,144,686	-
Total resources expended		1,146,584	-	1,146,584	-
Net gains/(losses) on investments		-	(5,605)	(5,605)	-
Net incoming resources before transfers		316,936	5,688,519	6,005,455	-
Gross transfers between funds		(20,494)	20,494	-	-
Net (expenditure)/income for the year/ Net movement in funds		296,442	5,709,013	6,005,455	-
Fund balances at 1 April 2021		-	-	-	-
Fund balances at 31 March 2022		296,442	5,709,013	6,005,455	-

The statement of financial activities includes all gains and losses recognised in the period. All income and expenditure derive from continuing activities.

BETHANY CARE TRUST CIO

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2022

	Notes	31 March 2022 £	£	£	31 March 2021 £
Fixed assets					
Property, plant and equipment	13		4,409,013		-
Investment properties	14		1,300,000		-
			<u>5,709,013</u>		-
Current assets					
Prepayments and accrued income		33,718		-	
Trade and other receivables	15	30,744		-	
Cash at bank and in hand		345,015		-	
		<u>409,477</u>		-	
Current liabilities	16	(29,816)		-	
Net current assets/(liabilities)			<u>379,661</u>		-
Total assets less current liabilities			<u>6,088,674</u>		-
Accruals and deferred income			(83,219)		-
Net Assets			<u>6,005,455</u>		-
Income funds					
<u>Unrestricted funds</u>					
Designated funds	18	5,709,013		-	
General unrestricted funds		296,442		-	
			<u>6,005,455</u>		-
			<u>6,005,455</u>		-

The financial statements were approved by the Trustees on January 2023.

Mr E V Michael
Trustees

Mr J Miller

BETHANY CARE TRUST CIO

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Year ended 31 March 2022 £	£	£	Period ended 31 March 2021 £
Cash flows from operating activities					
Cash generated from operations	21		241,344		-
Investing activities					
Purchase of property, plant and equipment		(300,979)		-	
Proceeds on disposal of property, plant and equipment		340,000		-	
Rent received		64,650		-	
Net cash used in investing activities			103,671		-
Net cash used in financing activities			345,015		-
Net increase/(decrease) in cash and cash equivalents			-		-
Cash and cash equivalents at beginning of year			-		-
Cash and cash equivalents at end of year			345,015		-
Relating to:					
Cash at bank and in hand			345,015		-
Bank overdrafts included in creditors payable within one year			-		-
			-		-

BETHANY CARE TRUST CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Bethany Care Trust is a charitable incorporated organisation (CIO) incorporated in England and Wales. The registered office and principal place of business is 17A Pamber Heath Road, Tadley, Hampshire, RG26 3TH.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's constitution, the Charities Act 2011 and "Second Edition October 2021 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 from 1 January 2021). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £. The financial statements have been prepared under the historical cost convention, modified to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

On 30 April 2021 the assets and trade of Bethany Care Trust were transferred to the CIO from Bethany Care Trust which ceased its charitable activities. The Trustees have adopted the going concern basis in preparing these accounts after assessing the principal risks applicable to the business. These include rising inflation, staff shortages as a result of Brexit, the 9.7% increase in the National Living Wage from 1 April 2023, the cost of living crisis and higher insurance premiums. The Trustees consider the charity to be able to meet its obligations as they fall due for a period of at least 12 months from the date of signing these financial statements, and to be well placed to manage its financing and business risks satisfactorily. Overall, the Trustees do not consider there to be a cause for material uncertainty regarding the company's going concern status as at the date of signing these financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

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. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

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

The main incoming resources are from the CIO's charitable activity - provision of residential care. Incoming resources from the supply of residential care represents the value of services provided under contracts.

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

BETHANY CARE TRUST CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

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

Donated assets are included within fixed assets and donations upon receipt at their fair value.

Any donated services are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market a corresponding amount is then recognised in expenditure in the period of receipt.

1.5 Resources expended

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated to each of fundraising and Charitable Activities on a basis consistent with the use of the resources.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

All resources expended are inclusive of irrecoverable VAT.

1.6 Property, plant and equipment

Property, plant and equipment over £500 are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses. Building upgrade costs have been included as freehold building components within freehold land and buildings.

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

Freehold land and buildings	2% straight line
Freehold building components	4% straight line
Fixtures, fittings & equipment	33 1/3% reducing balance
Motor vehicles	25% 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.

Land is not depreciated.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is measured using the fair value model and stated at its fair value as the reporting end date. The surplus or deficit on revaluation is recognised in net income/(expenditure) for the year.

Properties which are held at the year end pending sale are recorded as current asset investments at cost.

1.8 Impairment of non-current assets

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

BETHANY CARE TRUST CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

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

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

1.12 Retirement benefits

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

1.13 Independent living bungalows

The CIO owns 10 independent living bungalows known as Bethany Oaks. All of these have been sold on a leasehold basis with differing percentages of each property being sold based on the means of the purchaser. Where a percentage interest has been retained by the CIO, this is held on the balance sheet as Property, Plant and Equipment.

BETHANY CARE TRUST CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds general 2022 £	Total 2021 £
Donations and gifts	10,202	-

There were no material non-exchange transactions during the year.

4 Charitable activities

	Provision of residential care Residents' Bethany Oaks		Total 2022	Total 2021
	charges	income		
	£	£	£	£
Sales within charitable activities	1,242,869	49,430	1,292,299	-

5 Investments

	Unrestricted funds general 2022 £	Total 2021 £
Rental income	64,650	-

6 Other income

	Unrestricted funds general 2022 £	Total 2021 £
Net gain on disposal of tangible fixed assets	48,044	-
Government Grants	48,325	-
Net assets transferred into CIO	5,694,124	-
	5,790,493	-

BETHANY CARE TRUST CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

7 Raising funds

	Unrestricted funds general 2022 £	Total 2021 £
<u>Investment management</u>	1,898	-
	<u>1,898</u>	<u>-</u>

8 Charitable activities

	Provision of residential care 2022 £	Provision of residential care 2021 £
Staff costs	695,463	-
Depreciation and impairment	60,125	-
Food purchases	48,437	-
Registration fees and subscriptions	5,896	-
Medical expenses	2,087	-
Residents' requisites and entertainment	4,859	-
Staff training and welfare	9,626	-
Rates	1,525	-
Water	6,023	-
Insurance	13,497	-
Heat and light	15,594	-
Laundry and cleaning	17,724	-
Repairs and maintenance and gardening	55,347	-
Printing, postage, stationery and advertising	2,715	-
Telephone	5,657	-
Computer running costs	733	-
Motor and travelling expenses	3,207	-
Other charitable expenditure	-	-
	<u>948,515</u>	<u>-</u>
Share of support costs (see note 9)	131,774	-
Share of governance costs (see note 9)	64,397	-
	<u>1,144,686</u>	<u>-</u>

BETHANY CARE TRUST CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

9 Support costs

	Support costs	Governance costs	2022	2021
	£	£	£	£
Staff costs	130,383	14,487	144,870	-
Bank charges	1,391	-	1,391	-
Bank interest payable	-	-	-	-
Finance arrangement fees	-	-	-	-
Audit fees	-	10,000	10,000	-
Accountancy	-	13,098	13,098	-
Legal and professional	-	26,812	26,812	-
	131,774	64,397	196,171	-
Analysed between Charitable activities	131,774	64,397	196,171	-

Governance costs includes payments to the auditors of £10,000 (2021 £nil) for audit fees.

10 Auditor's remuneration

The analysis of auditor's remuneration is as follows:

Fees payable to the auditor and associates:	2022	2021
	£	£
Audit of the annual accounts	10,000	-
Total audit fees	10,000	-
Non-audit services		
All other non-audit services	-	-

11 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year. Trustees were reimbursed for travelling expenses to the sum of £nil (2021: £nil).

BETHANY CARE TRUST CIO

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

12 Employees

Number of employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Carers/Domestics/Catering	42	-
Administration	5	-
Management	2	-
Maintenance	1	-
	<hr/> 50	<hr/> -

Employment costs

	2022 £	2021 £
Wages and salaries	769,914	-
Social security costs	55,585	-
Other pension costs	14,834	-
	<hr/> 840,333	<hr/> -

The employees comprise 15 full time and 35 part time workers.

The CIO engages agency staff as and when necessary to supplement the existing workforce in providing the necessary care to the residents of the home. This amounted to £765 (2021: £nil) in the year and is included in the above figures. The CIO also makes use of volunteers.

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

BETHANY CARE TRUST CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

13 Property, plant and equipment

	Freehold land and buildings £	Fixtures, fittings, & equipment £	Motor vehicles £	Total £
Cost				
At 1 April 2021	-	-	-	-
Transfers	4,196,692	38,122	1,566	4,236,380
Additions	285,759	8,939	-	294,698
Disposals	(61,940)	-	-	(61,940)
At 31 March 2022	4,420,511	47,061	1,566	4,469,138
Depreciation and impairment				
At 1 April 2021	-	-	-	-
Depreciation charged in the year	47,150	12,616	359	60,125
Eliminated in respect of disposals	-	-	-	-
At 31 March 2022	47,150	12,616	359	60,125
Carrying amount				
At 31 March 2022	4,373,361	34,445	1,207	4,409,013
At 31 March 2021	-	-	-	-

The carrying value of land included in land and buildings comprises:

	2022 £	2021 £
Freehold	2,271,852	-

There is a first Legal charge over Commercial Freehold Property known as 17a Pamber Heath Road, with a carrying amount of £2,117,478.

The CIO has 10 independent living bungalows known as 'Bethany Oaks'. All of these have been sold on a leasehold basis with differing percentages of each property being sold based on the means of the purchaser. Where a percentage interest has been retained by the CIO, this is held on the balance sheet as Property, Plant and Equipment and at the year end totalled £561,946 (2021: £nil).

14 Investment property

Fair Value

	2022 £	2021 £
Freehold	1,300,000	-

In the trustees opinion, there has been no material change in the property's value in the year. The valuation was made by the trustees on an open market value basis by reference to market evidence of transaction prices for similar properties.

BETHANY CARE TRUST CIO

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

15	Trade and other receivables	2022	2021
		£	£
	Amounts falling due within one year:		
	Trade receivables	33,718	-
		<hr/>	<hr/>
		33,718	-
		<hr/>	<hr/>

16	Current liabilities	2022	2021
		£	£
	Other taxation and social security	16,405	-
	Trade payables	7,235	-
	Other payables	6,176	-
		<hr/>	<hr/>
		29,816	-
		<hr/>	<hr/>

17 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents contributions payable by the charity to the fund and amounted to £14,834 (2021: £nil). These are unrestricted funds and are analysed under charitable activities.

The charge to profit or loss in respect of defined contribution schemes was £14,834 (2021: £nil).

BETHANY CARE TRUST CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18 Designated Funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2021	Income in year	Movement in funds Expenditure in year	Transfers	Balance at 31 March 2022
	£	£	£	£	£
Designated funds	-	5,694,124	(5,605)	20,494	5,709,013
	-	5,694,124	(5,605)	20,494	5,709,013

The fixed asset designated fund is the value of reserves which are represented by the fixed assets of the charity and which are therefore unavailable as free reserves.

The transfer from unrestricted funds to the fixed asset fund enables the designated fund to reflect the net book value of fixed assets at the balance sheet date. As a consequence the general reserves are in surplus.

19 Analysis of net assets between funds

	Unrestricted funds 2022	Designated funds 2022	Total 2022	Total 2021
	£	£	£	£
Fund balances at 31 March 2022 are represented by:				
Property, plant and equipment	-	4,409,013	4,409,013	-
Investment properties	-	1,300,000	1,300,000	-
Current assets/(liabilities)	296,442	-	296,442	-
Long term liabilities	-	-	-	-
	296,442	5,709,013	6,005,455	-

BETHANY CARE TRUST CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

20 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022 £	2021 £
Aggregate compensation	111,987	-

Transactions with related parties

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

	Services provided to the charity	
	2022 £	2021 £
Related Parties	790	-
	790	-
	Services provided by the charity	
	2022 £	2021 £
Key management personnel	4,045	-
	4,045	-

The mother of one of the Registered Managers who occupied a Bethany Oaks property received domestic services and meals from Bethany, the property was bought back by Bethany Care Trust CIO for £226,100, respite care was then provided. Invoices during the year totalled, £4,045 (2021: £nil) and these were on an am's length basis £nil (2021: £nil) was owed as at 31 March 2022.

BETHANY CARE TRUST CIO

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

21 Cash generated from operations	2022 £	2021 £
Surplus for the year	316,936	-
Adjustments for:		
Investment income recognised in statement of financial activities	(64,650)	-
(Loss)/Gain on disposal of property, plant and equipment	48,044	-
Fair value gains and losses on investment properties	-	-
Depreciation and impairment of property, plant and equipment	60,125	-
Movements in working capital:		
Transfer from Bethany Care Trust	(167,684)	-
(Increase)/decrease in trade and other receivables	(64,462)	-
(Decrease)/increase in trade and other payables	113,035	-
Cash generated from operations	241,344	-

Analysis changes in net debt (funds)	At 1 April 2021 £	Cash flows £	At 31 March 2022 £
Cash at bank and in hand	-	345,015	345,015
Bank overdrafts	-	-	-
	-	345,015	345,015