

The Pearn Charitable Trust
Unaudited Financial Statements
31 March 2021

THOMAS WESTCOTT

Chartered accountants
Plym House
3 Longbridge Road
Marsh Mills
Plymouth
Devon
PL6 8LT

The Pearn Charitable Trust

Financial Statements

Year ended 31 March 2021

	Page
Trustees' annual report	1 - 4
Independent examiner's report to the trustees	5
Statement of financial activities	6
Statement of financial position	7
Notes to the financial statements	8 - 14

The Pearn Charitable Trust

Trustees' Annual Report

Year ended 31 March 2021

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

Reference and administrative details

Registered charity name The Pearn Charitable Trust

Charity registration number 203720

Principal office Pearn Day Centre
Eggbuckland Road
Plymouth
PL3 5JP

The trustees Ian David Rawlings
Dr Nicolas Ring
Gail Biddulph
Margaret Clinton
Brian Fisher
Nigel Smith

Independent examiner Peter Webb FCA
Thomas Westcott
Chartered Accountants
Plym House
3 Longbridge Road
Marsh Mills
Plymouth
Devon
PL6 8LT

Structure, governance and management

The Charity, comprised in a deed of gift dated 9 May 1892 and a Scheme of the Charity Commissioners of the 7 August 1998, as subsequently amended on 15 June 2004, is administered by a non-incorporated Trustee body. The Charity is based at the Pearn Centre, Eggbuckland Road, Hartley, Plymouth, Devon PL3 5JP and has been based in the 2.5 acre site since the opening of the Home on 6 May 1895.

Trustees

The names of those persons who have acted as Trustees during the current financial year, together with their date of appointment and the expiry date of their current terms, are listed below: -

Trustees Name	Date Appointed	Term due to expire
Ian David Rawlings	January 1990	18 January 2022
Gail Biddulph	November 2012	17 September 2024
Dr Nicolas Ring	December 2016	17 September 2024
Margaret Clinton	October 1998	26 October 2022
Brian Fisher	January 2018	January 2022
Nigel Smith	February 2018	February 2022

Trustees are appointed or reappointed annually at the Annual General Meeting.

The Pearn Charitable Trust

Trustees' Annual Report

Year ended 31 March 2021

Public benefit

Our main activities and who we are trying to help are described below. The Trustees have complied with their duty in accordance with the guidance on public benefit published by the Charity Commission in exercising their powers and duties.

Objects and activities

The objects of the charity, as amended on 15 June 2004, are the provision of care for persons in need predominantly in the Plymouth area. The Trustees may decide those eligible for assistance by making direct grants or providing goods and services, or by making grants to other persons or bodies who provide such assistance.

Pearn Charitable Trust

The sale of the Convalescent Home took place in June 2017, and the premises have now been converted into 10, 2 bedroom flats. 9 have been sold with one flat still remaining for sale. They have been sold with one parking space on site and with a condition of over 50s and no pets. The original features of the building have been maintained and are in keeping with the rest of the buildings on the site. The boundaries are now defined and communal areas of parking and gardens are being observed. The Trust has agreed to 'loan' 6 parking spaces for visitors to the Main House on a first come first served basis.

Assistants At Hand (AAH) are still leasing the Day Centre, and the business was thriving prior to the pandemic. They had 20 patients on a Monday, Wednesday and Friday, with a waiting list. Tuesday and Thursdays are a little slower, but now have enough people to make those days viable. This is exactly in line with the original purpose of the building.

The Domiciliary Care in the home, is now benefitting from contracts with Plymouth City Council guaranteeing weekly payments of £3,000.00 thus allowing this part of the business to remain independent. There are often peaks and troughs with the staffing though, which can make this service more difficult to deliver. Over Christmas with staff leaving this became particularly tricky trying to cover the contracted hours from Plymouth City Council.

The lease commenced on the 1st April 2018 and is for 10 years with a break clause at 5 years. The lease is yielding an income of £26,000 per annum, payable monthly. The Trust have taken the decision not to increase the lease this financial year, and have agreed not to increase the lease for the next financial year (2021-2022). The grounds for this being the Pandemic has directly affected the Day Care business.

A contract is in place with Plymouth City Council, with the Memory Café at Mount Gould and Huntingdon's Disease community nurses referring patients which it is hoped will help this to get back on its feet promptly in June 2021. The vaccination programme will be critical to the survival of the business. All staff are currently furloughed under the government scheme to maintain staff while the business is closed due to Covid19 restrictions.

An ongoing issue is the utilities on the site. It would appear that there has been a mix up in the utility service connections of the Main House and the Day Centre. This could result in some sudden expenses to make these accounts paid up. South West Water are now investigating the issue and will be giving us some options this financial year.

Although chasing this consistently there seems to be no urgency on the side of the utility companies. (Gas and water)

Assistants At Hand are aware they haven't paid both of these utilities and have set a provision for it.

The Pearn Charitable Trust

Trustees' Annual Report

Year ended 31 March 2021

Summary of main achievements of the year

The Trust has set a criteria for grant applications, and seems to be receiving applications from both individuals and charities.

The website has not been as successful as was hoped in attracting applications. 'Turn To Us', NHS LiveWest, Salvation Army and the Citizens Advice Bureau however have generated applications at a steady pace through the year.

The Trust has received 18 completed applications for grants this financial year, and has chosen 3 worthwhile benefactors totalling £4,927.16.

The rental income from AAH (£1,700) has not allowed the Trustees to make the above donations without using the accrued dividends from the CCLA/COIF investment.

Caution must be used when using our own investment income as this can be volatile, as it depends on the stock market gains and losses.

There is still a 'ring fenced' £5,000.00 allocated in 2019-2020 to Plymouth Tea Dance

Funding

Assistants At Hand (AAH) are now leasing the Pearn Centre however due to the current Pandemic the rental income has dropped to a minimal cost of £200.00 per calendar month until June 2021, when it will be reviewed.

This has meant the funding of grants has been taken from the dividend income of the COIF investment. Grants are looked at on a case by case scenario.

Pandemic

This as in most organisations took us by surprise, so left us unable to plan for any loss of rental income during 2020-2021.

It has meant no Trustees meetings were able to take place from March to August 2020. The only meeting that has happened this year was in September to sign off the agreed 'End of Financial Year' accounts. The Trustees have stayed in contact over this period of time though, and made decisions about grants, and looked at in some detail budget forecasts for 2020-2021 where the impact of the pandemic has fallen.

The loss of a majority of the 12 months income (Only £1,700.00 of the usual £26,000.00 received) from Assistants At Hand (March) hasn't severely affected the accounts.

We have completed no outstanding maintenance on the building this financial year, which will have to resume 2021-2022.

Plymouth PCT had agreed to give funding in 2019 to Plymouth Tea Dance. This funding has remained 'ring fenced' in our account. (£5,000.00)

Reserves policy

The Trustees' policy on reserves is to build up an investment base, which will secure the future of the buildings and of operating as a grant making charity using an appropriate proportion of the investment and rental income. The value of the investments at year end were £1,687,898 (2020: £1,398,836) which represented total reserves of £2,199,237 (2020: £1,884,695). Current assets for the year totalled £136,339 (2020: £110,859) which represents more than 4 year's expenditure which is deemed sufficient for the charity to function successfully.

The Pearn Charitable Trust

Trustees' Annual Report

Year ended 31 March 2021

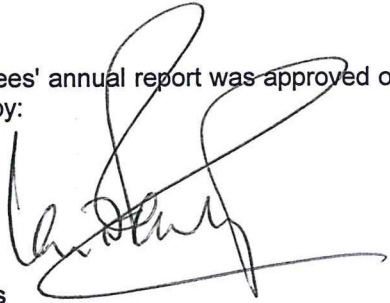
Statement of trustees' responsibilities

Law applicable to charities in England and Wales 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 surplus or deficit 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;
- * make judgments 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;
- * 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 maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with applicable law, regulations and 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' annual report was approved on 16 September 2021 and signed on behalf of the board of trustees by:



Rawlings
Trustee

The Pearn Charitable Trust

Independent Examiner's Report to the Trustees of The Pearn Charitable Trust

Year ended 31 March 2021

I report to the trustees on my examination of the financial statements of The Pearn Charitable Trust ('the charity') for the year ended 31 March 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements 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

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 the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable 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.



Peter Webb FCA
Independent Examiner
Thomas Westcott
Chartered Accountants
Plym House
3 Longbridge Road
Marsh Mills
Plymouth
Devon
PL6 8LT

16 September 2021

The Pearn Charitable Trust
Statement of Financial Activities
Year ended 31 March 2021

		2021		2020
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Investment Income	4	49,318	49,318	48,355
Rents receivable	5	8,130	8,130	34,362
Total income		<u>57,448</u>	<u>57,448</u>	<u>82,717</u>
Expenditure				
Expenditure on charitable activities	6	31,968	31,968	34,140
Total expenditure		<u>31,968</u>	<u>31,968</u>	<u>34,140</u>
Net gains/(losses) on investments	9	289,062	289,062	(45,741)
Net income and net movement in funds		<u>314,542</u>	<u>314,542</u>	<u>2,836</u>
Reconciliation of funds				
Total funds brought forward		1,884,695	1,884,695	1,881,859
Total funds carried forward		<u>2,199,237</u>	<u>2,199,237</u>	<u>1,884,695</u>

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

The notes on pages 8 to 14 form part of these financial statements.

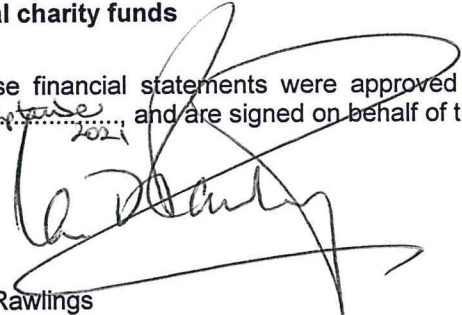
The Pearn Charitable Trust

Statement of Financial Position

31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Investment Property	13	375,000	375,000
Investments	15	<u>1,687,898</u>	<u>1,398,836</u>
		2,062,898	1,773,836
 Current assets			
Debtors	14	801	3,744
Cash at bank and in hand		<u>137,214</u>	<u>108,525</u>
		138,015	112,269
 Creditors: amounts falling due within one year	16	<u>1,676</u>	<u>1,410</u>
Net current assets		<u>136,339</u>	<u>110,859</u>
Total assets less current liabilities		<u>2,199,237</u>	<u>1,884,695</u>
Net assets		<u>2,199,237</u>	<u>1,884,695</u>
 Funds of the charity			
Unrestricted funds		<u>2,199,237</u>	<u>1,884,695</u>
Total charity funds	17	<u>2,199,237</u>	<u>1,884,695</u>

These financial statements were approved by the board of trustees and authorised for issue on 16 September 2021 and are signed on behalf of the board by:


I D Rawlings
Trustee

The notes on pages 8 to 14 form part of these financial statements.

The Pearn Charitable Trust

Notes to the Financial Statements

Year ended 31 March 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Pearn Care Centre, Pearn House, Eggbuckland Road, Plymouth, PL3 5JP.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

The Pearn Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

The Pearn Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Investments *(continued)*

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

The Pearn Charitable Trust

Notes to the Financial Statements (continued)

Year ended 31 March 2021

4. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Dividends				
COIF Charities Investment Fund	49,301	49,301	48,331	48,331
Bank interest receivable	17	17	24	24
	<u>49,318</u>	<u>49,318</u>	<u>48,355</u>	<u>48,355</u>

5. Rents receivable

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Mannamead Lawn Tennis Club	3,163	3,163	3,163	3,163
Assistant At Hand	1,700	1,700	26,000	26,000
Maintenance and Recharges	3,267	3,267	5,199	5,199
	<u>8,130</u>	<u>8,130</u>	<u>34,362</u>	<u>34,360</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Charitable activities	30,450	30,450	32,700	32,700
Support costs	1,518	1,518	1,440	1,440
	<u>31,968</u>	<u>31,968</u>	<u>34,140</u>	<u>34,140</u>

7. Analysis of Charitable Activities

	2021	2020
Salaries and wages	11,971	12,196
Light and heat	2,679	(3,978)
Repairs & maintenance	7,018	7,611
Insurance	1,571	1,562
Postage and stationery	231	169
Telephone	487	478
Advertising	—	204
Grants paid	4,327	14,408
Sundry expense	—	50
Debtor write-off	2,166	—
	<u>30,450</u>	<u>32,700</u>

The Pearn Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

8. Analysis of support costs

	Analysis of support costs	Total 2021	Total 2020
	£	£	£
Independent examination	1,194	1,194	1,092
Payroll costs	324	324	348
	<u>1,518</u>	<u>1,518</u>	<u>1,440</u>

9. Net gains/(losses) on investments

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Gains/(losses) on listed investments	<u>289,062</u>	<u>289,062</u>	<u>(45,741)</u>	<u>(45,741)</u>

10. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,000</u>	<u>950</u>

11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021 £	2020 £
Wages and salaries	<u>11,971</u>	<u>12,196</u>

The average head count of employees during the year was 1 (2020: 1).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

The Pearn Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

13. Investments

	Investment properties £
Cost or valuation	
At 1 April 2020 and 31 March 2021	<u>375,000</u>
Impairment	
At 1 April 2020 and 31 March 2021	
Carrying amount	
At 31 March 2021	<u>375,000</u>
At 31 March 2020	<u>375,000</u>

All investments shown above are held at valuation.

14. Debtors

	2021 £	2020 £
Prepayments and accrued income	<u>801</u>	<u>3,744</u>

15. Investments

	Listed investments £	Total £
Cost or valuation		
At 1 April 2020	1,398,836	1,773,836
Additions	<u>—</u>	<u>—</u>
Fair value movements	<u>289,062</u>	<u>289,062</u>
At 31 March 2021	<u>1,687,898</u>	<u>2,062,898</u>
Impairment		
At 1 April 2020 and 31 March 2021	<u>—</u>	<u>—</u>
Carrying amount		
At 31 March 2021	<u>1,687,898</u>	<u>2,062,898</u>
At 31 March 2020	<u>1,398,836</u>	<u>1,773,836</u>

16. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	<u>1,676</u>	<u>1,410</u>

The Pearn Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

17. Analysis of charitable funds

Unrestricted funds

	At 1 April 2020 £	Income £	Expenditure £	Gains and losses £	At 31 March 21 £
General funds	<u>1,884,695</u>	<u>57,448</u>	<u>(31,968)</u>	<u>289,062</u>	<u>2,199,237</u>

	At 1 April 2019 £	Income £	Expenditure £	Gains and losses £	At 31 March 20 £
General funds	<u>1,881,859</u>	<u>82,717</u>	<u>(34,140)</u>	<u>(45,741)</u>	<u>1,884,695</u>

18. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	375,000	375,000
Investments	1,687,898	1,687,898
Current assets	138,015	138,015
Creditors less than 1 year	<u>(1,676)</u>	<u>(1,676)</u>
Net assets	<u>2,199,237</u>	<u>2,199,237</u>

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	375,000	375,000
Investments	1,398,836	1,398,836
Current assets	112,269	112,269
Creditors less than 1 year	<u>(1,410)</u>	<u>(1,410)</u>
Net assets	<u>1,884,695</u>	<u>1,884,695</u>