

Charity registration number Charity Registration No.245425

DOLANOG RESIDENTIAL HOME
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

DOLANOG RESIDENTIAL HOME

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees;	Mrs J Campbell Dr H M Pritchard Mr R Davies Mrs R Blunden
Home Manager;	Miss M Cotton
Charity Number;	245425
Registered office;	Dolanog Residential Home 87 Russell Road Rhyl Denbighshire LL18 3DU
Accountants;	Harold Smith Unit 32 St Asaph Business Park St Asaph Denbighshire LL17 0JA
Bankers;	HSBC Plc 23 Wellington Road Rhyl Denbighshire LL18 1BB
Investment advisors;	Nucleus Greenside 12 Blenheim Place Edinburgh EH7 5JH Beaufort Financial Planning Limited 93 Bowen Court St Asaph Business Park St Asaph Denbighshire LL17 0JE

DOLANOG RESIDENTIAL HOME

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DOLANOG RESIDENTIAL HOME

TRUSTEES REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees present their report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 of the financial statements and comply with the constitution, the Charities Act 2011 and "Accounting and Reporting by Charities; Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The object of Dolanog Residential Home, as set out in its constitution, is the promotion of the welfare of the aged by the provision of a residential home. The charity aims to maximise the comfort and care of residents, through maintaining high standards throughout the home. This covers the living accommodation, the quality of care, cultural experiences, the food and drink on offer, outings and excursions and also the safety and security of the residents.

Dolanog Residential Home achieves its objectives through its strategy of good household management and control, by maintaining the property and buildings. Repairs were completed to external areas of the building following professional advice to comply with all building regulations.

Recruitment of staff has proved challenging following the Covid-19 pandemic which has affected the whole of the social care sector. The home aims to maintain an ample roster of staff enabling it to avoid any problems with holiday or sickness cover. All staff receive regular training and all are strongly encouraged to qualify to NVQ level 3, at least. Further qualification is not just encouraged by the charity, it is also funded by the charity on the employee's behalf. The Trustee's priority is to do all they can to ensure a high level of morale among the staff.

The Home is regularly praised by residents' families.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Due to the enforced constraints imposed by the pandemic, the Trustees were obliged to focus on the priorities of its obligations to defer considerations of future aspirations, expansions and enhancements.

STRATEGIC REPORT

The Trustees were always aware that their specific decision several years ago, to act on the advice received that they should utilize a significant part of their substantial accumulated funds to enhancing the comfort and benefit of Dolanog's residents, would effect its enviable financial base.

The expenditure was foreseen as a prudent way to secure Dolanog's future as an attractive, appealing and viable community asset in a competitive environment.

The Trustees have resolved to introduce a number of hopefully short-term cost-cutting measures, alongside renewed efforts to restore fuller occupancy, all aimed at replenishing the reduced level of investments. This objective will not in any way infringe the home's immutable commitment to deliver the highest achievable level of care that befits our charitable ethos, obligations and unwavering motivation.

Financial review

The Trustees are grateful to our financial advisers and accountants for their ready professional advice and guidance throughout the year. As at 31 December, 2022, the Charity's reserves totalled £894,789 (2021 - £963,561).

Investments are monitored regularly by independent financial advisors.

DOLANOG RESIDENTIAL HOME

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

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

PLANS FOR FUTURE PERIODS

The home's abiding emphasis on providing attractive, seasonal and nourishing food, continues to be a prominent daily feature of life at Dolanog. Having long dispensed with budgetary constraints, the trustees and focused kitchen staff are fiercely proud of the range and quality of food to be enjoyed every meal time.

The Trustees remain committed to providing a high level of comfort in the home and to provide adequate activities and outings for Dolanog's residents.

Structure, Governance and Management

The Charity is governed by its constitution. It has been registered as a charity since 1965. It was originally registered as "The Woman's Convalescent Home, Rhyl". The charity registration number is 245425 and it operates from 87 Russell Road, Rhyl, Denbighshire. LL18 3DU. It is an unincorporated association.

The Trustees named on page 2 have served during the year. All trustee appointments are governed by the constitution and all appointments are approved by the Board of Trustees. The Board of Trustees is authorised to appoint new trustees to fill vacancies arising through resignation or death of an existing trustee. Before being appointed, trustees generally serve on the committee to confirm their suitability and need to apply to the CSSIW to register as a responsible person for the Charity.

The Board of Trustees normally meets monthly throughout the year but due to the strict imposition of Government Guidance relating to combating the Covid-19 pandemic, this was neither legally nor practically possible during 2021 and the first 2 months of 2022. Face-to-face meetings restarted in March 2022 following Covid-19 safety measures and guidance.

The Trustees annual general meeting, attended by the Home's professional Accountant, was held at an external venue to comply with this legal requirement.

Although the board is the key decision making body, the day to day responsibility for the management of the residential home is delegated to the home manager.

The Trustees have had the regard to the Charity Commission's guidance on public benefit.

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

Mr H M McEvoy OBE

(Resigned 22 February 2023)

Mrs J Campbell

Dr H M Pritchard

Mr R Davies

Mrs R Blunden

DOLANOG RESIDENTIAL HOME

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

The charity's current policy concerning the payment of trade creditors is to follow the CBI's Prompt Payers Code (copies are available from the CBI, Centre Point, 103 New Oxford Street, London WC1A 1DU).

The charity's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

Trade creditors of the company at the year end were equivalent to 36 day's purchases, based on the average daily amount invoiced by suppliers during the year.

RISK MANAGEMENT

The trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining reserves at current levels, combined with an annual review of the control over key financial systems, will provide sufficient resources in the event of adverse conditions. The trustees have also examined other operational and business risks faced by the charity and confirm that they have established systems to manage those risks.

The trustees report was approved by the Board of Trustees.



Dr H M Pritchard

Dated: 17 May 2023

DOLANOG RESIDENTIAL HOME

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF DOLANOG RESIDENTIAL HOME

I report to the trustees on my examination of the financial statements of Dolanog Residential Home for the year ended 31 December 2022.

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 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

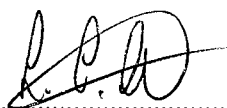
Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting 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.

I understand that this has been done in order for 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 2015.

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 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 financial statements to be reached.



Mr Lawrence Archer F.C.A

Harold Smith
Chartered Accountants & Registered Auditors
Unit 32
Llys Edmund Prys
St Asaph Business Park, LL17 0JA

Dated: 17/05/2023

DOLANOG RESIDENTIAL HOME

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

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income and endowments from:</u>			
Fees	3	743,573	710,880
Investments	4	(9,221)	10,351
Other income	5	48,047	68,802
Total income		<u>782,399</u>	<u>790,033</u>
<u>Expenditure on:</u>			
Charitable activities	6	<u>851,171</u>	<u>788,027</u>
Net (expenditure)/income for the year/ Net movement in funds		(68,772)	2,006
Fund balances at 1 January 2022		<u>963,561</u>	<u>961,555</u>
Fund balances at 31 December 2022		<u><u>894,789</u></u>	<u><u>963,561</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

DOLANOG RESIDENTIAL HOME

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Dolanog Residential Home is a charity.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's constitution, the charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). This is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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 the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Income

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

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

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.

DOLANOG RESIDENTIAL HOME

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Expenditure

These financial statements for the year ended 31 December 2022 are the first financial statements of Dolanog Residential Home prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 January 2021. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

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

Freehold land and buildings	Nil
Plant and Equipment	15% per annum on written down value
Fixtures and Fittings (Lift)	25% per annum on written down value
Motor vehicles	25% per annum on written down value

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

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

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

1.9 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.

DOLANOG RESIDENTIAL HOME

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

1.12 Retirement benefits

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

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BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	8	778,823		765,830	
Investments	9	104,514		113,752	
		<u>883,337</u>		<u>879,582</u>	
Current assets					
Debtors	10	46,606		47,043	
Cash at bank and in hand		1,476		74,080	
		<u>48,082</u>		<u>121,123</u>	
Creditors: amounts falling due within one year	11	<u>(36,630)</u>		<u>(37,144)</u>	
Net current assets			11,452		83,979
Total assets less current liabilities			<u>894,789</u>		<u>963,561</u>
Income funds					
Unrestricted funds			894,789		963,561
			<u>894,789</u>		<u>963,561</u>

The financial statements were approved by the Trustees on 17 May 2023



Dated: 17/05/23

DOLANOG RESIDENTIAL HOME

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 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 period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Fees Received

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Fees Received from Residents	743,573	710,880

4 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Increase in Investment	(9,221)	10,351

5 Other income

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Local Authority Other Income	48,047	68,802

DOLANOG RESIDENTIAL HOME

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2022

6 Charitable activities

	Total 2022	2021
	£	£
Staff costs	656,489	594,509
Depreciation and impairment	9,960	11,230
Purchases	59,336	58,495
Staff Training	672	(54)
Rates	7,862	10,323
Insurance	8,841	8,737
Light & Heat	29,257	27,687
Cleaning	32,912	31,260
Repairs & Maintenance	19,948	21,518
Legal and Professional	-	448
Printing, postage and stationery	3,923	5,380
Telephone	2,421	2,279
Motor running expenses	2,322	1,229
Residents Entertaining	438	-
Consultancy fees	4,083	3,935
Residents Healthcare Costs	3,033	226
Accountancy and Audit	7,112	7,843
Bank Charges	364	364
Other charitable expenditure	2,198	2,618
	<u>851,171</u>	<u>788,027</u>
	<u>851,171</u>	<u>788,027</u>

7 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	32	29
	<u>32</u>	<u>29</u>
Employment costs	2022	2021
	£	£
Wages and salaries	628,296	569,376
Other pension costs	28,193	25,133
	<u>656,489</u>	<u>594,509</u>

DOLANOG RESIDENTIAL HOME

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2022

7 Employees

(Continued)

There were no employees whose emoluments exceeded £60,000. No trustees received any remuneration or expenses in the year.

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2022 Number	2021 Number
£80,001 too £90,000	1	1

8 Tangible fixed assets

	Freehold land and buildings £	Plant and Equipment £	Fixtures and Motor vehicles Fittings (Lift) £	£	Total £
Cost					
At 1 January 2022	711,321	58,347	358,927	24,232	1,152,827
Additions	11,148	8,471	3,335	-	22,954
At 31 December 2022	722,469	66,818	362,262	24,232	1,175,781
Depreciation and impairment					
At 1 January 2022	-	48,202	314,845	23,951	386,998
Depreciation charged in the year	-	2,792	7,134	34	9,960
At 31 December 2022	-	50,994	321,979	23,985	396,958
Carrying amount					
At 31 December 2022	722,469	15,824	40,283	247	778,823
At 31 December 2021	711,321	10,145	44,083	281	765,830

9 Fixed asset investments

DOLANOG RESIDENTIAL HOME

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2022

9 Fixed asset investments		(Continued)
		Listed investments £
Cost or valuation		
At 1 January 2022		113,752
Valuation changes		(9,238)
		<hr/>
At 31 December 2022		104,514
		<hr/>
Carrying amount		
At 31 December 2022		104,514
		<hr/>
At 31 December 2021		113,752
		<hr/>
10 Debtors		
	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	41,379	41,542
Prepayments and accrued income	5,227	5,501
	<hr/>	<hr/>
	46,606	47,043
	<hr/>	<hr/>
11 Creditors: amounts falling due within one year		
	2022	2021
	£	£
Other taxation and social security	12,397	11,946
Trade creditors	24,233	25,198
	<hr/>	<hr/>
	36,630	37,144
	<hr/>	<hr/>
12 Related party transactions		
There were no disclosable related party transactions during the year (2021 - none).		