

THE CARNINGLI TRUST

England & Wales · Charity number 517066

Details

Status	Registered
Legal form	Charitable company
Company number	01953474
Registered	1988-01-14
Register	View on the Charity Commission register

Contact

Address	Panteg St. Clears Carmarthen SA33 4JR
Phone	01994231502
Email	admin@carninglitrust.org

Activities

Objects: TO PROVIDE OR ASSIST IN THE PROVISION OF FACILITIES FOR THE TREATMENT, EDUCATION, TRAINING, REHABILITATION AND WELFARE OF PERSONS WHO ARE PHYSICALLY OR MENTALLY DISABLED OR ELDERLY AND TO RELIEVE THEM IN CASES OF NEED.

Activities: The principle objects of the organisation are: to provide or assist in the provision of facilities for the treatment, education, training, rehabilitation and welfare of persons who are physically or mentally disabled or elderly and to relieve them in case of need.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information
- **What:** Disability, Accommodation/housing
- **Who:** Children/young People, People With Disabilities, Other Defined Groups

Geography

- Carmarthenshire

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£1,854,491	£1,661,760	£3,282,614	47
2023-12-31	£1,727,633	£1,558,260	£3,089,883	45
2022-12-31	£1,668,938	£1,397,143	£2,920,510	46
2021-12-31	£1,610,341	£1,284,631	£2,648,715	46
2020-12-31	£1,559,295	£1,240,130	£2,323,005	49

Trustees

Name	Role	Appointed
Helen Kay Coram	Chair	2015-12-01
Audrey Hancock		2015-12-01
Dawn Pickering		2025-05-22
JOHN LLEWELLYN HANCOCK		
Kerry May		2018-09-01
Timothy Colin Brown		2020-11-26
Val Arnall		2015-12-01
Wendy Frances Shipman		2019-09-10

THE CARNINGLI TRUST

England & Wales - Charity number 517066

Accounts

COMPANY REGISTRATION NUMBER: 1953474
CHARITY REGISTRATION NUMBER: 517066

The Carningli Trust
Company Limited by Guarantee
Financial Statements
31 December 2024

The Carningli Trust
Company Limited by Guarantee
Financial Statements
Year ended 31 December 2024

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The Carningli Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2024

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 December 2024.

Reference and administrative details

Registered charity name	The Carningli Trust
Charity registration number	517066
Company registration number	1953474
Principal office and registered office	Panteg Llangynin Road St Clears Carmarthen Dyfed SA33 4JR

The trustees

D. M. Pickering	(Appointed 22 May 2025)
V. Arnall	
H. K. Coram	
A. E. Hancock	
J. L. Hancock	
K. J. May	
T.C. Brown	
W. Shipman	

Auditor	Evens & Co Ltd Chartered accountants & statutory auditors Hamilton House Hamilton Terrace Milford Haven Pembrokeshire SA73 3JP
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Bankers	National Westminster Bank Plc 250 Regent Street London W1B 3BN
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Solicitors	Darwin Bowie Solicitors 24 High Street Narberth Pembrokeshire SA67 7AR
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The Carningli Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2024

Structure, governance and management

Nature of governing documents

The governing documents for the organisation are the Memorandum and Articles of Association lodged with Companies House. In accordance with Charity Commission requirements all directors are trustees and vice versa.

Recruitment and appointment of trustees

Induction and training of trustees

It remains the intention to recruit trustees/directors with the appropriate skills, and the usual pattern is still that potential trustees/directors should sit in for a minimum of 2 meetings prior to any election to become a voting member of the board. New trustees/directors are also able to attend externally provided trustees/directors training courses and have access to internal staff induction materials and training. There is no prescriptive training policy for new trustees/directors except that they are to be recruited as professional people capable of managing their own professional development and availing themselves of the external or internal training that they need.

Organisational structure

Decisions on policy direction, senior staff appointments and budget approval are made collectively at Board meetings of trustees/directors. The operations director delegates to the registered managers responsible for each home the authority to make operational management decisions. The managers then operate within a set budgetary and policy framework agreed by the board and our regulatory partners.

As required by statute and regulation the Trust works in close liaison with the Local Authority Social Services and Health Boards responsible for placing the people we support. In 2018 Rev J. Hancock acted as the responsible individual in accordance with regulations until 6 July 2018 when Kerry May took over this role. Furthermore in March 2021 Rev J. Hancock handed over the strategic and financial responsibilities to Kerry May and took up the role of the Chair of the Board of Trustees in a non-executive position.

In August 2022 and continuing to date, the Trust alongside its regulator The Care Inspectorate Wales, agreed a change to the organisation structure. This was to introduce a new role of operations manager into the senior management team alongside the business & finance manager. Both work under the direct line management of the operations director and responsible individual.

In the latter part of 2024 the Trust introduced a prospective Trustee to the board and they attended the quarterly Trustee board meetings and would hope to be confirmed in post as a permanent Board of Trustee Member in early 2025. This is to strengthen the board capacity and maintain the balance of experience on the Board of Trustees.

The financial, employer and policy risks to which the organisation is exposed continues to be reviewed, mitigated and actioned after discussions at Board meetings. We continue to maintain a strong position in relation to working time and minimum wage case law. All our homes are permanently staffed by employees, who are paid above the national living wage in Wales, to support minimal turnover and continuity of care in our homes. Additional staff are made available on an on-call basis for which they receive an on-call fee. If called to work these staff are then paid at least the national living wage. All Operational obligations for the delivery of care & support, statutory health & safety, environment and fire risks are reviewed and mitigated by the actions taken daily/weekly/monthly by the registered managers and checked by the operations manager through our quality assurance processes. All contractors involved in maintaining these operational obligations are consulted with and managed within our financial/ budgetary capabilities by the business & finance manager under the supervision of the operations director/ responsible individual. The Trust also has 24/7 access to professional advisors for any employment law and health & safety to ensure our practices are meeting all professional standards. They also provide vital support annually for the review of our employee contractual terms and conditions and our suite of policies and procedures, so that we maintain all practices based on up to date employment and health & safety law.

The Carningli Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2024

Objectives and activities

Objects and aims

The main aim of the Trust is to enable vulnerable adults placed in the care of the organisation to enjoy fulfilling lives by achieving their full potential as members of society, whilst also being resident in a safe secure setting run or supported by an organisation which champions their fundamental human rights and dignity. Our plans and achievements for 2024 were:

- 1) To sustain a strong governance and adopt continuing improvements in both care and administrative practices within the new organisational structure set up in 2022.
- 2) To continue to build client trust with our commissioners and meet all our regulatory requirements through robust process of both internal and external audits and inspections.
- 3) To continue to agree sustainable increases in fees necessary to balance increasing salary and other inflationary costs.
- 4) To work alongside Health Boards and Local Authority Commissioning to develop a stronger sense for the need for a unified Care Cost Model for transparency and cost efficiencies that will support a fairer annual fee review process. In observation that 2 Local Authorities continue to operate outside of a generally accepted fee rate.
- 5) To further increase the financial surplus. The financial surplus to be used:
 - To enhance the capability of the organisation to meet the principal objectives: both to a higher standard and to a greater extent in terms of continuing to represent the wider interests of ageing vulnerable adults.
 - To continue to invest in property improvements plus staff training and remuneration.
 - To invest any financial surplus through consultation with our Regional Business Banking Manager.
 - To sustain our vision of being recognised as a provider of excellent care & support to those who reside at our homes; whilst also investing financially in any way to improve our ability to evolve and adapt for any ageing adults with increasing/ changing needs.
 - To seek to influence the direction of policy and practice in the procurement and provision of care for adults with learning difficulties.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

The Carningli Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2024

Achievements and performance

During 2024 our achievements were :

- 1) We developed our governance arrangements for our Internal Quality Assurances processes, which have maintained continuous improvements in both care and administrative practices that have met with all our regulatory requirements.
- 2) Maintained excellent quality ratings from both NHS audits (CCAPS), Local Commissioning Audits and CIW inspections and Local Authority Commissioning Reviews.
- 3) We continued to work with local authorities to ensure the correct levels of support were in place to meet individual needs. It is reflective of the work achieved in 2024 to maintain financial security, that there were no cuts to any commissioned packages of support. The financial pressures faced by our funders both locally and nationally, have resulted in scrutiny of every budget line in commissioned packages held by the Trust, all of which were maintained.
- 4) We received a rate of inflationary increases with all commissioned packages, and will continue to work with those authorities who are lacking the formal models on which to review costs more efficiently.
- 5) Mandatory training programs and the development of staff through qualifications and CPD continued throughout 2024. We continue to use remote/ online courses successfully and have been able to provide more enhanced training in more face-to-face training this year. The Trust continues to demonstrate its commitment to having a trained and effective workforce.
- 6) There was no financial borrowing in 2024 therefore securing the long-term financial status of the Trust. Budgets and the financial reserves for 2024 were monitored closely throughout the year by the Trusts Operations Director and Finance & Business Manager and reviewed during the Quarterly Trustee Meeting.

Financial review

The financial performance in 2024 has been excellent. Unrestricted funds have seen an increase in 2024 to £3,282,614 from £3,089,883 in 2023. While there was an increase in revenue, pressure on local authority budgets may not see this level of annual increase sustained. Also increases in maintaining the National Living Wage costs for our workforce will continue to challenge the Trusts largest budget.

The net surplus increase from £169,373 in 2023 to £192,731 in 2024 representing an increase of 13.7%, this includes monies from all income sources. Our margin on total fees was a respectable 8.6% but with costs estimated to rise by 13.8% in 2025, this cannot be sustained. Although, it remains our policy to try and agree fees including a reasonable market level margin so as not to undercut the market. We also want to work with commissioners to develop a roadmap for reinvesting these charitable funds.

The Carningli Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2024

Financial review *(continued)*

Reserves policy

The trustees believe that the charity should hold financial reserves (the "Emergency Operating Reserve" - EOR) because:

1 It has no endowment funding and is entirely dependent on contracts and service level agreements from year to year which is inevitably subject to fluctuation;

2 It requires protection against, and the ability to continue operating despite, catastrophic or lesser damaging events.

The trustees believe that the minimum level of the EOR should be the equivalent of six months operating costs calculated and reviewed annually and believe that the EOR should be built up to the desired level in stages consistent with the charity's overall financial position and its need to maintain and develop its charitable activities.

The current level of the EOR is £nil, with essential running costs currently amounting to approximately £130,000 per month based on existing contracts giving a target EOR of £780,000. Efforts to build up the EOR to this level will continue in line with this policy. However at the year end date the company has unrestricted reserves of £3,283,715, part of which could be redesignated to the EOR but which had not been so designated at the year end date.

Financial instruments

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

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the 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 Carningli Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2024

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

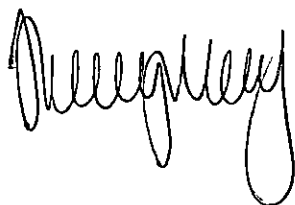
Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 16 September 2025 and signed on behalf of the board of trustees by:

K. J. May
Trustee



The Carningli Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust

Year ended 31 December 2024

Opinion

We have audited the financial statements of The Carningli Trust (the 'charity') for the year ended 31 December 2024 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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 FRS 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 December 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006 and 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 we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

The Carningli Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust *(continued)*

Year ended 31 December 2024

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The Carningli Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust (continued)

Year ended 31 December 2024

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below;

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

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

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

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

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 a part of our auditor's report.

The Carningli Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust *(continued)*

Year ended 31 December 2024

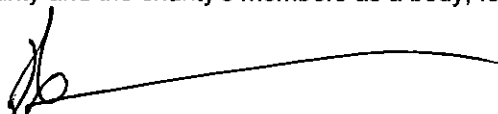
As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Bruce Evens BA FCA (Senior Statutory Auditor)

For and on behalf of
Evens & Co Ltd
Chartered accountants & statutory auditors
Hamilton House
Hamilton Terrace
Milford Haven
Pembrokeshire
SA73 3JP

16 September 2025

The Carningli Trust

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2024

		2024		2023
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	—	—	539
Charitable activities	6	1,818,825	1,818,825	1,707,579
Other trading activities	7	3,677	3,677	3,394
Investment income	8	30,216	30,216	16,121
Other income	9	1,773	1,773	—
Total income		<u>1,854,491</u>	<u>1,854,491</u>	<u>1,727,633</u>
Expenditure				
Expenditure on charitable activities	10,11	(1,661,760)	(1,661,760)	(1,558,260)
Total expenditure		<u>(1,661,760)</u>	<u>(1,661,760)</u>	<u>(1,558,260)</u>
Net income and net movement in funds		<u>192,731</u>	<u>192,731</u>	<u>169,373</u>
Reconciliation of funds				
Total funds brought forward		3,089,883	3,089,883	2,920,510
Total funds carried forward		<u>3,282,614</u>	<u>3,282,614</u>	<u>3,089,883</u>

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

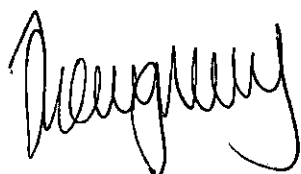
The notes on pages 14 to 22 form part of these financial statements.

The Carningli Trust
Company Limited by Guarantee
Statement of Financial Position
31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible fixed assets	16	2,052,441	2,016,389
Current assets			
Debtors	17	54,669	56,599
Cash at bank and in hand		1,267,320	1,143,607
		1,321,989	1,200,206
Creditors: amounts falling due within one year	18	(53,848)	(87,764)
Net current assets		1,268,141	1,112,442
Total assets less current liabilities		3,320,582	3,128,831
Creditors: amounts falling due after more than one year	19	(37,968)	(38,948)
Net assets		3,282,614	3,089,883
Funds of the charity			
Unrestricted funds		3,282,614	3,089,883
Total charity funds	22	3,282,614	3,089,883

These financial statements were approved by the board of trustees and authorised for issue on 16 September 2025, and are signed on behalf of the board by:

K. J. May
Trustee



The notes on pages 14 to 22 form part of these financial statements.

The Carningli Trust

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 December 2024

	2024 £	2023 £
Cash flows from operating activities		
Net income	192,731	169,373
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	59,311	58,036
Other interest receivable and similar income	(30,216)	(16,121)
Interest payable and similar charges	3,085	3,130
Gains on disposal of tangible fixed assets	(1,773)	–
<i>Changes in:</i>		
Trade and other debtors	1,930	(15,064)
Trade and other creditors	(34,896)	30,631
Cash generated from operations	190,172	229,985
Interest paid	(3,085)	(3,130)
Interest received	30,216	16,121
Net cash from operating activities	<u>217,303</u>	<u>242,976</u>
Cash flows from investing activities		
Purchase of tangible assets	(96,590)	(320,026)
Proceeds from sale of tangible assets	3,000	–
Net cash used in investing activities	<u>(93,590)</u>	<u>(320,026)</u>
Net increase/(decrease) in cash and cash equivalents	123,713	(77,050)
Cash and cash equivalents at beginning of year	1,143,607	1,220,657
Cash and cash equivalents at end of year	<u>1,267,320</u>	<u>1,143,607</u>

The notes on pages 14 to 22 form part of these financial statements.

The Carningli Trust

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 December 2024

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Panteg, Llangynin Road, St Clears, Carmarthen, Dyfed, SA33 4JR.

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 Companies Act 2006.

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

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

Residents accounts held on trust

The charity holds a number of accounts on trust for the benefit of specific residents. The balance on each account belongs to the individual resident and is simply administered by the charity. On that basis, the balances have been excluded from the charity's Statement of Financial Position as the trustees are of the opinion that this more fairly reflects a true statement of the charity's affairs.

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.

Income tax

The charity is exempt from corporation tax on its charitable activities.

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 Carningli Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

3. Accounting policies *(continued)*

Incoming resources

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

- income from donations is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

- 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 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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	- 2% Straight line and 15% reducing balance
Plant & machinery	- 15% reducing balance
Motor vehicles	- 15% straight line

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.

The Carningli Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

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 are largely independent of the cash inflows from other assets or groups of assets.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Limited by guarantee

The company is limited by guarantee and therefore does not have any share capital.

Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the Trust in the event of liquidation.

The Carningli Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations from individuals	<u>—</u>	<u>—</u>	<u>539</u>	<u>539</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Assistance of vulnerable adults	<u>1,818,825</u>	<u>1,818,825</u>	<u>1,707,579</u>	<u>1,707,579</u>

7. Other trading activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Other income from other trading activities	1,161	1,161	1,132	1,132
Property rental income	1,508	1,508	1,221	1,221
Government grants receivable	<u>1,008</u>	<u>1,008</u>	<u>1,041</u>	<u>1,041</u>
	<u>3,677</u>	<u>3,677</u>	<u>3,394</u>	<u>3,394</u>

8. Investment income

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Bank interest receivable	<u>30,216</u>	<u>30,216</u>	<u>16,121</u>	<u>16,121</u>

9. Other income

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Gain on disposal of tangible fixed assets held for charity's own use	<u>1,773</u>	<u>1,773</u>	<u>—</u>	<u>—</u>

The Carningli Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Assistance of vulnerable adults	190,435	190,435	175,879	175,879
Depreciation, amortisation and other similar costs	59,311	59,311	58,036	58,036
Staff costs	1,399,848	1,399,848	1,312,970	1,312,970
Support costs	12,167	12,166	11,375	11,375
	<u>1,661,761</u>	<u>1,661,760</u>	<u>1,558,260</u>	<u>1,558,260</u>

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2024 £	Total fund 2023 £
Assistance of vulnerable adults	190,435	–	190,435	175,879
Depreciation, amortisation and other similar costs	59,311	–	59,311	58,036
Staff costs	1,399,848	–	1,399,848	1,312,970
Governance costs	–	12,166	12,166	11,375
	<u>1,649,594</u>	<u>12,166</u>	<u>1,661,760</u>	<u>1,558,260</u>

12. Net income

Net income is stated after charging/(crediting):

	2024 £	2023 £
Depreciation of tangible fixed assets	59,311	58,036
Gains on disposal of tangible fixed assets	(1,773)	–

13. Auditors remuneration

	2024 £	2023 £
Fees payable for the audit of the financial statements	9,069	8,245

14. Staff costs

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

	2024 £	2023 £
Wages and salaries	1,258,943	1,182,179
Social security costs	115,672	107,792
Employer contributions to pension plans	25,233	22,999
	<u>1,399,848</u>	<u>1,312,970</u>

The Carningli Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

14. Staff costs *(continued)*

The average head count of employees during the year was 47 (2023: 45). The average number of full-time equivalent employees during the year is analysed as follows:

	2024 No.	2023 No.
Number of employees	46	44
Number of trustees	1	1
	<u>47</u>	<u>45</u>

The number of employees whose remuneration for the year fell within the following bands, were:

	2024 No.	2023 No.
£60,000 to £69,999	—	1
£70,000 to £79,999	1	—
	<u>1</u>	<u>1</u>

15. Trustee remuneration and expenses

During the year the Trust made the following transactions with trustees:

K. May

K. May received remuneration of £68,953 (2023 - £64,321), employers national insurance of £8,260 (2023 - £7,621), employers pension contributions of £1,321 (2023 - £1,320) were paid in respect of the salary. Monies are paid to K. May as Director of Operations. As an employee K. May is entered into the company pension scheme.

The Carningli Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

16. Tangible fixed assets

	Freehold property £	Plant & machinery £	Motor vehicles £	Total £
Cost				
At 1 January 2024	2,408,694	98,926	77,839	2,585,459
Additions	85,119	8,471	3,000	96,590
Disposals	—	—	(12,275)	(12,275)
At 31 December 2024	2,493,813	107,397	68,564	2,669,774
Depreciation				
At 1 January 2024	426,763	84,950	57,357	569,070
Charge for the year	50,159	3,612	5,540	59,311
Disposals	—	—	(11,048)	(11,048)
At 31 December 2024	476,922	88,562	51,849	617,333
Carrying amount				
At 31 December 2024	2,016,891	18,835	16,715	2,052,441
At 31 December 2023	1,981,931	13,976	20,482	2,016,389

17. Debtors

	2024 £	2023 £
Other debtors	54,669	56,599

Other debtors includes an amount of £nil (2023 - £nil) falling due after more than one year.

18. Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	543	13,924
Other creditors	53,305	73,840
	53,848	87,764

19. Creditors: amounts falling due after more than one year

	2024 £	2023 £
Accruals and deferred income	37,968	38,948

Included within creditors: amounts falling due after more than one year is an amount of £34,246 (2023: £35,153) in respect of liabilities payable or repayable otherwise than by instalments which fall due for payment after more than five years from the reporting date.

The bank facilities are secured by a fixed charge over the freehold properties known as The Minstrels, Backe Road, St Clears and Clayford Farm, Clayford Lane, Wiston. The security is held by National Westminster Bank PLC.

The Carningli Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

20. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £25,233 (2023: £22,999).

21. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2024 £	2023 £
Recognised in creditors:		
Deferred government grants due after more than one year	<u>37,968</u>	<u>38,948</u>

22. Analysis of charitable funds

Unrestricted funds

	At 1 January 2024 £	Income £	Expenditure £	At 31 December 2024 £
General funds	<u>3,089,883</u>	<u>1,854,491</u>	<u>(1,661,760)</u>	<u>3,282,614</u>

	At 1 January 2023 £	Income £	Expenditure £	At 31 December 2023 £
General funds	<u>2,920,510</u>	<u>1,727,633</u>	<u>(1,558,260)</u>	<u>3,089,883</u>

23. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2024 £
Tangible fixed assets	2,052,441	<u>2,052,441</u>
Current assets	1,321,989	<u>1,321,989</u>
Creditors less than 1 year	(53,848)	<u>(53,848)</u>
Creditors greater than 1 year	(37,968)	<u>(37,968)</u>
Net assets	<u>3,282,614</u>	<u>3,282,614</u>

	Unrestricted Funds £	Total Funds 2023 £
Tangible fixed assets	2,016,389	<u>2,016,389</u>
Current assets	1,200,206	<u>1,200,206</u>
Creditors less than 1 year	(87,765)	<u>(87,765)</u>
Creditors greater than 1 year	(38,948)	<u>(38,948)</u>
Net assets	<u>3,089,882</u>	<u>3,089,882</u>

The Carningli Trust
Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

24. Analysis of changes in net debt

	At 1 Jan 2024	Cash flows	At 31 Dec 2024
	£	£	£
Cash at bank and in hand	<u>1,143,607</u>	<u>123,713</u>	<u>1,267,320</u>

THE CARNINGLI TRUST

England & Wales - Charity number 517066

Accounts

COMPANY REGISTRATION NUMBER: 1953474
CHARITY REGISTRATION NUMBER: 517066

The Carningli Trust Ltd
Company Limited by Guarantee
Financial Statements
31 December 2023

The Carningli Trust Ltd

Company Limited by Guarantee

Financial Statements

Year ended 31 December 2023

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Independent auditor's report to the members	7 to 10
Statement of financial activities (including income and expenditure account)	11
Statement of financial position	12
Statement of cash flows	13
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The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2023

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 December 2023.

Reference and administrative details

Registered charity name The Carningli Trust Ltd

Charity registration number 517066

Company registration number 1953474

Principal office and registered office
Panteg
Llangynin Road
St Clears
Carmarthen
Dyfed
SA33 4JR

The trustees

V. Arnall
H. K. Coram
A. E. Hancock
J. L. Hancock
K. J. May
T.C. Brown
W. Shipman

Auditor
Evens & Co Ltd
Chartered Accountants & Statutory Auditor
Hamilton House
Hamilton Terrace
Milford Haven
Pembrokeshire
SA73 3JP

Bankers
National Westminster Bank Plc
250 Regent Street
London
W1B 3BN

Solicitors
Darwin Bowie Solicitors
24 High Street
Narberth
Pembrokeshire
SA67 7AR

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2023

Structure, governance and management

Nature of governing documents

The governing documents for the organisation are the Memorandum and Articles of Association lodged with Companies House. In accordance with Charity Commission requirements all directors are trustees and vice versa.

Recruitment and appointment of trustees

Induction and training of trustees

It remains the intention to recruit trustees/directors with the appropriate skills, and the usual pattern is still that potential trustees/directors should sit in for a minimum of 2 meetings prior to any election to become a voting member of the board. New trustees/directors are also able to attend externally provided trustees/directors training courses and have access to internal staff induction materials and training. There is no prescriptive training policy for new trustees/directors except that they are to be recruited as professional people capable of managing their own professional development and availing themselves of the external or internal training that they need.

Organisational structure

Decisions on policy direction, senior staff appointments and budget approval are made collectively at Board meetings of trustees/directors. The operations director delegates to the registered managers responsible for each home the authority to make operational management decisions. The managers then operate within a set budgetary and policy framework agreed by the board.

As required by statute and regulation the Trust works in close liaison with the Local Authority Social Services and Health Boards responsible for placing the people we support. In 2018 Rev J. Hancock acted as the responsible individual in accordance with regulations until 6 July 2018 when Kerry May took over this role. Furthermore in March 2021 Rev J. Hancock handed over the strategic and financial responsibilities to Kerry May and took up the role of the Chair of the Board of Trustees in a non-executive position.

In August 2022 and continuing to date the Trust alongside its regulator The Care Inspectorate Wales, agreed a change to the organisation structure. This was to introduce a new role of operations manager into the senior management team alongside the business & finance manager. Both work under the direct line management of the operations director and responsible individual.

The financial, employer and policy risks to which the organisation is exposed are reviewed and mitigated by action taken at Board meetings. Particular attention has been paid to evolving legal position in relation to working time and minimum wage case law. It is the position of the Trust that all homes are permanently staffed by employees paid in accordance with the national living wage. Back-up night staff are additionally made available on an on-call basis for which they receive an on-call fee. If called to work these staff are then paid at least the national living wage. Operational, care standards and statutory safety, health, environment and fire risks are reviewed and mitigated by the action taken by the registered managers, operations manager and the business & finance manager under the supervision of the operations director and responsible individual. The Trust also has 24/7 access to professional advisors for any employment law and health & safety to ensure our practices are meeting all professional standards.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2023

Objectives and activities

Objects and aims

The principal objects of the organisation (as laid out in the Memorandum and Articles of Association) are: "To provide or assist in the provision of facilities for the treatment, education, training, rehabilitation and welfare of persons who are physically or mentally disabled or elderly and to relieve them in cases of need". This is in line with the public benefit of the relief of those in need by reason of age, disability, financial hardship or other disadvantages. Access to this benefit is open to those who are assessed by social services commissioning bodies as being in such need, subject only to the limits of the capacity of the Trust's registered accommodation. The Trust also seeks to promote the highest standards of care and to represent the interests of adults with learning difficulties.

The main aim of the Trust is to enable vulnerable adults placed in the care of the organisation to enjoy fulfilling lives by achieving their full potential as members of society, whilst also being resident in a safe secure setting run or supported by an organisation which champions their fundamental human rights and dignity. Our plans and achievements for 2023 were:

- 1) To sustain a strong governance and adopt continuing improvements in both care and administrative practices.
- 2) To continue to build client trust with our commissioners and meet all our regulatory requirements through robust process of both internal and external audits and inspections.
- 3) If possible, in light of NHS and Local Authority practices, to continue to secure further increases in the volume of care delivery and to agree sustainable increases in fees necessary to balance increasing salary and other inflationary costs.
- 4) To further increase the financial surplus. The financial surplus to be used:
 - To enhance the capability of the organisation to meet the principal objects: both to a higher standard and to a greater extent in terms of continuing to represent the wider interests of ageing vulnerable adults.
 - To continue to invest in property improvements plus staff training and remuneration, as well as reducing borrowings.
 - To sustain our vision of being recognised as provider of excellent care & support to those who reside at our homes; whilst also investing financially in any way to improve our ability to evolve and adapt for any ageing adults with increasing/changing needs.
 - To seek to influence the direction of policy and practice in the procurement and provision of care for adults with learning difficulties.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2023

Achievements and performance

During 2023 our achievements are :

- 1) Sustained the governance arrangements put in place and have maintained continuous improvements in both care and administrative practices that have met with all our regulatory bodies requirements.
- 2) Maintained excellent quality ratings from both NHS audits (CCAPS), Local Commissioning Audits and CIW inspections.
- 3) We continued to work with local authorities to ensure the correct levels of support are in place to meet individual needs. It is reflective of the work achieved in 2023 to maintain financial security, that there were no cuts to any commissioned packages of support. The financial pressures faced by our funders both locally and nationally, have resulted in scrutiny of every budget line in commissioned packages held by the Trust, all of which were maintained.
- 4) We also successfully negotiated a rate of inflationary increases with all commissioned packages.
- 5) Mandatory training programs and the development of staff through qualifications and CPD continued throughout 2023. We continue to use remote/ online courses successfully and have seen a gradual increase in the face-to-face training opportunities that had previously been heavily restricted (post Pandemic). The Trust continues to demonstrate its commitment to having a trained and effective workforce.
- 6) There was no financial borrowing in 2023 and the long term financial status of the Trust. Budgets and the financial reserves for 2023 were monitored closely throughout the year by the Trusts Operations Director and Finance & Business Manager and reviewed during the Quarterly Trustee Meeting.

Financial review

The financial performance in 2023 has been excellent. Unrestricted funds have seen an increase in 2023 to £3,089,883 from £2,920,510 in 2022. While there was an increase in revenue, pressure on local authority budgets may not see this level of annual increase sustained. Also increases in maintaining the Living Wage costs for our workforce will continue to challenge the Trusts largest Budget.

The net surplus decreased from £271,795 in 2022 to £169,373 in 2023 representing a decrease of 37.6%, but we continued to maintain a significant surplus margin of 9.8%. Overall the charity remains in a strong sustainable position and aims to continue this in 2024, meeting the demand of all socio and economic challenges.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2023

Financial review *(continued)*

Reserves policy

The trustees believe that the charity should hold financial reserves (the "Emergency Operating Reserve" - EOR) because:

1 It has no endowment funding and is entirely dependent for income upon donor funding, contracts and service level agreements from year to year which is inevitably subject to fluctuation;

2 It requires protection against and the ability to continue operating despite catastrophic or lesser damaging events.

The trustees believe that the minimum level of the EOR should be the equivalent of six months operating costs calculated and reviewed annually and believe that the EOR should be built up to the desired level in stages consistent with the charity's overall financial position and its need to maintain and develop its charitable activities.

The current level of the EOR is £nil, with essential running costs currently amounting to approximately £130,000 per month based on existing contracts giving a target EOR of £780,000. Efforts to build up the EOR to this level will continue in line with this policy. However at the year end date the company has unrestricted reserves of £3,089,883, part of which could be redesignated to the EOR but which had not been so designated at the year end date.

Financial instruments

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

COVID-19 Virus

The Trust has assessed the possible impact of the COVID-19 virus on the business when considering the reporting of the principal risks and uncertainties. The Trust has also considered the risks to staff and has initiated such protective measures as are necessary. The Trust does not consider that any impairment is required to the assets and that the carrying value of its assets and liabilities are not adversely effected.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2023

In preparing these financial statements, the trustees are required to:

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

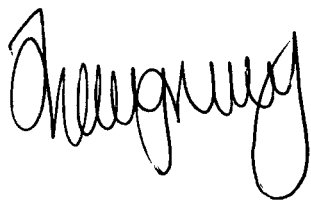
The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 16 September 2024 and signed on behalf of the board of trustees by:



K. J. May
Trustee

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd

Year ended 31 December 2023

Opinion

We have audited the financial statements of The Carningli Trust Ltd (the 'charity') for the year ended 31 December 2023 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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 FRS 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 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd (continued)

Year ended 31 December 2023

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd (continued)

Year ended 31 December 2023

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below;

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

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

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

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

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 a part of our

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd (continued)

Year ended 31 December 2023

auditor's report.

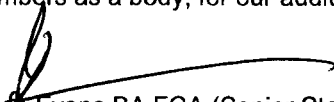
As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Bruce Evens BA FCA (Senior Statutory Auditor)

For and on behalf of
Evens & Co Ltd
Chartered Accountants & Statutory Auditor
Hamilton House
Hamilton Terrace
Milford Haven
Pembrokeshire
SA73 3JP

16 September 2024

The Carningli Trust Ltd

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2023

		2023		2022
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	539	539	6,037
Charitable activities	6	1,707,579	1,707,579	1,656,333
Other trading activities	7	3,394	3,394	3,992
Investment income	8	16,121	16,121	2,576
Total income		<u>1,727,633</u>	<u>1,727,633</u>	<u>1,668,938</u>
Expenditure				
Expenditure on charitable activities	9,10	(1,558,260)	(1,558,260)	(1,397,143)
Total expenditure		<u>(1,558,260)</u>	<u>(1,558,260)</u>	<u>(1,397,143)</u>
Net income and net movement in funds		<u>169,373</u>	<u>169,373</u>	<u>271,795</u>
Reconciliation of funds				
Total funds brought forward		2,920,510	2,920,510	2,648,715
Total funds carried forward		<u>3,089,883</u>	<u>3,089,883</u>	<u>2,920,510</u>

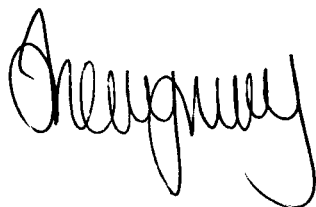
The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 14 to Error! Bookmark not defined. form part of these financial statements.

The Carningli Trust Ltd
Company Limited by Guarantee
Statement of Financial Position
31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	15	2,016,389	1,754,399
Current assets			
Debtors	16	56,599	41,535
Cash at bank and in hand		1,143,607	1,220,657
		1,200,206	1,262,192
Creditors: amounts falling due within one year	17	(87,764)	(56,125)
Net current assets		1,112,442	1,206,067
Total assets less current liabilities		3,128,831	2,960,466
Creditors: amounts falling due after more than one year	18	(38,948)	(39,956)
Net assets		3,089,883	2,920,510
Funds of the charity			
Unrestricted funds		3,089,883	2,920,510
Total charity funds	21	3,089,883	2,920,510

These financial statements were approved by the board of trustees and authorised for issue on 16 September 2024, and are signed on behalf of the board by:



K. J. May
Trustee

The notes on pages 14 to Error! Bookmark not defined. form part of these financial statements.

The Carningli Trust Ltd

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 December 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income	169,373	271,795
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	58,036	50,828
Other interest receivable and similar income	(16,121)	(2,576)
Interest payable and similar charges	3,130	2,984
<i>Changes in:</i>		
Trade and other debtors	(15,064)	(3,813)
Trade and other creditors	30,630	(8,894)
Cash generated from operations	229,984	310,324
Interest paid	(3,130)	(2,984)
Interest received	16,121	2,576
Net cash from operating activities	<u>242,975</u>	<u>309,916</u>
Cash flows from investing activities		
Purchase of tangible assets	(320,026)	(67,481)
Net cash used in investing activities	<u>(320,026)</u>	<u>(67,481)</u>
Net (decrease)/increase in cash and cash equivalents	(77,051)	242,435
Cash and cash equivalents at beginning of year	1,220,657	978,222
Cash and cash equivalents at end of year	<u>1,143,606</u>	<u>1,220,657</u>

The notes on pages 14 to Error! Bookmark not defined. form part of these financial statements.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 December 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Panteg, Llangynin Road, St Clears, Carmarthen, Dyfed, SA33 4JR.

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 Companies Act 2006.

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.

The company maintains certain bank accounts which it holds in trust for the benefit of the individual but administered by the company. The directors consider that the accounts more fairly reflect the true statement of affairs by excluding these trust accounts from the statement of financial position.

Going concern

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

Residents accounts held on trust

The charity holds a number of accounts on trust for the benefit of specific residents. The balance on each account belongs to the individual resident and is simply administered by the charity. On that basis, the balances have been excluded from the charity's Statement of Financial Position as the trustees are of the opinion that this more fairly reflects a true statement of the charity's affairs.

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 Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2023

3. Accounting policies *(continued)*

Incoming resources

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

- income from donations is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- 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 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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	- 2% straight line
Plant & machinery	- 15% reducing balance
Motor vehicles	- 15% straight line

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.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2023

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

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.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Limited by guarantee

The company is limited by guarantee and therefore does not have any share capital.

Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the Trust in the event of liquidation.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2023

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations from individuals	539	539	6,037	6,037

6. Charitable activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Assistance of vulnerable adults	1,707,579	1,707,579	1,656,333	1,656,333

7. Other trading activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Other income from other trading activities	1,132	1,132	1,598	1,598
Property rental income	1,221	1,221	1,315	1,315
Government grants receivable	1,041	1,041	1,079	1,079
	<u>3,394</u>	<u>3,394</u>	<u>3,992</u>	<u>3,992</u>

8. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable	16,121	16,121	2,576	2,576

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Assistance of vulnerable adults	175,879	175,879	159,947	159,947
Depreciation, amortisation and other similar costs	58,036	58,036	50,828	50,828
Staff costs	1,312,970	1,312,970	1,175,889	1,175,889
Support costs	11,375	11,375	10,479	10,479
	<u>1,558,260</u>	<u>1,558,260</u>	<u>1,397,143</u>	<u>1,397,143</u>

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 December 2023

10. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2023	Total fund 2022
	£	£	£	£
Assistance of vulnerable adults	175,879	—	175,879	159,947
Depreciation, amortisation and other similar costs	58,036	—	58,036	50,828
Staff costs	1,312,970	—	1,312,970	1,175,889
Governance costs	—	11,375	11,375	10,479
	<u>1,546,885</u>	<u>11,375</u>	<u>1,558,260</u>	<u>1,397,143</u>

11. Net income

Net income is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation of tangible fixed assets	<u>58,036</u>	<u>50,828</u>

12. Auditors remuneration

	2023	2022
	£	£
Fees payable for the audit of the financial statements	<u>8,245</u>	<u>7,495</u>

13. Staff costs

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

	2023	2022
	£	£
Wages and salaries	1,182,179	1,062,718
Social security costs	107,792	91,309
Employer contributions to pension plans	22,999	21,862
	<u>1,312,970</u>	<u>1,175,889</u>

The average head count of employees during the year was 45 (2022: 44). The average number of full-time equivalent employees during the year is analysed as follows:

	2023	2022
	No.	No.
Number of employees	44	43
Number of trustees	1	1
	<u>45</u>	<u>44</u>

The number of employees whose remuneration for the year fell within the following bands, were:

	2023	2022
	No.	No.
£60,000 to £69,999	<u>1</u>	<u>—</u>

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2023

14. Trustee remuneration and expenses

During the year the Trust made the following transactions with trustees:

K. May

K. May received remuneration of £64,321 (2022 - £59,656), employers national insurance of £7,621 (2022 - £7,345) was paid in respect of the salary. Monies are paid to K. May as Director of Operations. As an employee K. May is entered into the company pension scheme.

15. Tangible fixed assets

	Freehold property £	Plant & machinery £	Motor vehicles £	Total £
Cost				
At 1 January 2023	2,100,594	96,999	67,840	2,265,433
Additions	308,100	1,927	9,999	320,026
At 31 December 2023	<u>2,408,694</u>	<u>98,926</u>	<u>77,839</u>	<u>2,585,459</u>
Depreciation				
At 1 January 2023	378,239	82,823	49,972	511,034
Charge for the year	48,524	2,127	7,385	58,036
At 31 December 2023	<u>426,763</u>	<u>84,950</u>	<u>57,357</u>	<u>569,070</u>
Carrying amount				
At 31 December 2023	<u>1,981,931</u>	<u>13,976</u>	<u>20,482</u>	<u>2,016,389</u>
At 31 December 2022	<u>1,722,355</u>	<u>14,176</u>	<u>17,868</u>	<u>1,754,399</u>

16. Debtors

	2023 £	2022 £
Other debtors	<u>56,599</u>	<u>41,535</u>

Other debtors includes an amount of £nil (2022 - £nil) falling due after more than one year.

17. Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	13,924	—
Other creditors	<u>73,840</u>	<u>56,125</u>
	<u>87,764</u>	<u>56,125</u>

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2023

18. Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Accruals and deferred income	38,948	39,956

Included within creditors: amounts falling due after more than one year is an amount of £35,153 (2022: £36,073) in respect of liabilities payable or repayable otherwise than by instalments which fall due for payment after more than five years from the reporting date.

The bank facilities are secured by a fixed charge over the freehold properties known as The Minstrels, Backe Road, St Clears and Clayford Farm, Clayford Lane, Wiston. The security is held by National Westminster Bank PLC.

19. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £22,999 (2022: £21,862).

20. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2023	2022
	£	£
Recognised in creditors:		
Deferred government grants due after more than one year	38,948	39,956

21. Analysis of charitable funds

Unrestricted funds

	At 1 January 2023	Income	Expenditure	At 31 December 2023
	£	£	£	£
General funds	2,920,510	1,727,633	(1,558,260)	3,089,883

	At 1 January 2022	Income	Expenditure	At 31 December 2022
	£	£	£	£
General funds	2,648,715	1,668,938	(1,397,143)	2,920,510

The Carningli Trust Ltd

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 December 2023

22. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2023 £
Tangible fixed assets	2,016,389	2,016,389
Current assets	1,200,206	1,200,206
Creditors less than 1 year	(87,765)	(87,765)
Creditors greater than 1 year	(38,948)	(38,948)
Net assets	3,089,882	3,089,882

	Unrestricted Funds £	Total Funds 2022 £
Tangible fixed assets	1,754,399	1,754,399
Current assets	1,262,192	1,262,192
Creditors less than 1 year	(56,125)	(56,125)
Creditors greater than 1 year	(39,956)	(39,956)
Net assets	2,920,510	2,920,510

23. Analysis of changes in net debt

	At 1 Jan 2023 £	Cash flows £	At 31 Dec 2023 £
Cash at bank and in hand	1,220,657	(77,050)	1,143,607

THE CARNINGLI TRUST

England & Wales - Charity number 517066

Accounts

COMPANY REGISTRATION NUMBER: 1953474
CHARITY REGISTRATION NUMBER: 517066

The Carningli Trust Ltd
Company Limited by Guarantee
Financial Statements
31 December 2022

without back
page .

The Carningli Trust Ltd

Company Limited by Guarantee

Financial Statements

Year ended 31 December 2022

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Statement of financial position	12
Statement of cash flows	13
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The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2022

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 December 2022.

Reference and administrative details

Registered charity name The Carningli Trust Ltd

Charity registration number 517066

Company registration number 1953474

Principal office and registered office
Panteg
Llangynin Road
St Clears
Carmarthen
Dyfed
SA33 4JR

The trustees

V. Arnall
H. K. Coram
A. E. Hancock
J. L. Hancock
K. J. May
T.C. Brown
W. Shipman

Auditor

Evens & Co Ltd
Chartered Accountants & Statutory Auditor
Hamilton House
Hamilton Terrace
Milford Haven
Pembrokeshire
SA73 3JP

Bankers

National Westminster Bank Plc
250 Regent Street
London
W1B 3BN

Solicitors

Darwin Bowie Solicitors
24 High Street
Narberth
Pembrokeshire
SA67 7AR

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2022

Structure, governance and management

Nature of governing documents

The governing documents for the organisation are the Memorandum and Articles of Association lodged with Companies House. In accordance with Charity Commission requirements all directors are trustees and vice versa.

Recruitment and appointment of trustees

Induction and training of trustees

It remains the intention to recruit trustees/directors with the appropriate skills, and the usual pattern is still that potential trustees/directors should sit in for a minimum of 2 meetings prior to any election to become a voting member of the board. New trustees/directors are also able to attend externally provided trustees/directors training courses and have access to internal staff induction materials and training. There is no prescriptive training policy for new trustees/directors except that they are to be recruited as professional people capable of managing their own professional development and availing themselves of the external or internal training that they need.

Organisational structure

Decisions on policy direction, senior staff appointments and budget approval are made collectively at Board meetings of trustees/directors. The operations director delegates to the registered managers responsible for each home the authority to make operational management decisions. The managers then operate within a set budgetary and policy framework agreed by the board.

As required by statute and regulation the Trust works in close liaison with the Local Authority Social Services and Health Boards responsible for placing the people we support. In 2018 Rev J. Hancock acted as the responsible individual in accordance with regulations until 6 July 2018 when Kerry May took over this role. Furthermore in March 2021 Rev J. Hancock handed over the strategic and financial responsibilities to Kerry May and took up the role of the Chair of the Board of Trustees in a non-executive position.

In August 2022 the Trust alongside its regulator The Care Inspectorate Wales, agreed a change to the organisation structure. This was to introduce a new role of operations manager into the senior management team alongside the business & finance manager. Both work under the direct line management of the operations director and responsible individual.

The financial, employer and policy risks to which the organisation is exposed are reviewed and mitigated by action taken at Board meetings. Particular attention has been paid to evolving legal position in relation to working time and minimum wage case law. It is the position of the Trust that all homes are permanently staffed by employees paid in accordance with the national living wage. Back-up night staff are additionally made available on an on-call basis for which they receive an on-call fee. If called to work these staff are then paid at least the national living wage. Operational, care standards and statutory safety, health, environment and fire risks are reviewed and mitigated by the action taken by the registered managers, operations manager and the business & finance manager under the supervision of the operations director and responsible individual. The Trust also has 24/7 access to professional advisors for any employment law and health & safety to ensure our practices are meeting all professional standards.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2022

Objectives and activities

Objects and aims

The principal objects of the organisation (as laid out in the Memorandum and Articles of Association) are: "To provide or assist in the provision of facilities for the treatment, education, training, rehabilitation and welfare of persons who are physically or mentally disabled or elderly and to relieve them in cases of need". This is in line with the public benefit of the relief of those in need by reason of age, disability, financial hardship or other disadvantages. Access to this benefit is open to those who are assessed by social services commissioning bodies as being in such need, subject only to the limits of the capacity of the Trust's registered accommodation. The Trust also seeks to promote the highest standards of care and to represent the interests of adults with learning difficulties.

The main aim of the Trust is to enable vulnerable adults placed in the care of the organisation to enjoy fulfilling lives by achieving their full potential as members of society, whilst also being resident in a safe secure setting run or supported by an organisation which champions their fundamental human rights and dignity. Our plans and achievements for 2022 were:

- 1) To sustain a strong governance and adopt continuing improvements in both care and administrative practices.
- 2) To continue to build client trust with our commissioners and meet all our regulatory requirements through robust process of both internal and external audits and inspections.
- 3) If possible, in light of NHS and Local Authority practices, to continue to secure further increases in the volume of care delivery and to agree sustainable increases in fees necessary to balance increasing salary and other inflationary costs.
- 4) To further increase the financial surplus. The financial surplus to be used:
 - To enhance the capability of the organisation to meet the principal objects: both to a higher standard and to a greater extent in terms of the number of vulnerable adults supported and in terms of representing the wider interests of vulnerable adults.
 - To further transform the care provision as required by changes in care policy at national and local levels; continuing to invest in property improvements plus staff training and remuneration, as well as reducing borrowings.
 - To sustain our vision of being recognised as a beacon of excellence in the provision of care for the increasing number of vulnerable adults; whilst also improving our ability to provide for ageing adults with increasing needs.
 - To seek to influence the direction of policy and practice in the procurement and provision of care for adults with learning difficulties.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2022

Achievements and performance

During 2022 our achievements are :

Covid 19

This reporting period has continued to see the Health & Social Care Sector meeting overwhelming challenges. The Trust continued to work proactively and worked collaboratively with our Local Authorities and Health Board to ensure systems for reporting and accessing advice were available 24/7. The drive for new policies and procedures, regular daily updates, saw the Trust and its employees received the most up to date information to guide them in safe working practices.

Each of our homes have been successful in keeping all the people we support safe. Testing of staff, PPE and updated guidance throughout the Alert Levels (set by the Welsh Government) and the ongoing support from families to accept the robust system in place made the Carningli Trust response to Covid-19 all made the collaborative working a major success.

The impact of Covid-19 on the Trust financially did not cause any significant overspending in 2022. Our Commissioning bodies provided additional fees per placement, PPE became available at no costs to our homes and regular one off payments to support costs associated with additional resources for testing, visiting and staff sickness/ isolation meant that on accessing these costs the Trust has not faced any financial concerns throughout this period.

Other achievements for 2022 are :-

- 1) Sustained the governance arrangements put in place and have maintained continuous improvements in both care and administrative practices that have met with all our regulatory bodies requirements.
- 2) Maintained excellent quality ratings from both NHS audits (CCAPS) and CIW inspections. Although the regular pace of the inspections processes have been hindered by the onset of the Covid Pandemic, we have continued to maintain good communication and our accreditations are intact.
- 3) Continued to work with local authorities to ensure the correct levels of support are in place to meet individual needs. Some increases in support reflect a level of fee increases.
- 4) Mandatory training programs and the development of staff through qualifications and CPD continued throughout 2022 using remote/ online courses successfully, which clearly demonstrates our commitment to the Trust's continued efforts to secure a trained and effective workforce.
- 5) There was no financial borrowing in 2022 and the long term financial status of the Trust. Budgets and the financial reserves for 2022 were monitored closely throughout the year.
- 6) We maintained our Cyber Essentials accreditation and worked on new safer systems of working with our internal IT structure: sustained the cultural and the quality improvements needed to remain at the forefront as a fully compliant high quality care provider that offers excellent value for the social care money available.

Financial review

Financial review

The financial performance this year has been excellent and far better than previous years. Unrestricted funds have seen a increase in 2022 to £2,920,510 from £2,648,715 in 2021. While there has been a transient increase in revenue this is unlikely to be sustained given inflation forecasts and pressure on local authority budgets. The resulting net surplus decreased from £325,710 in 2021 to £271,795 in 2022 representing a decrease of 16.5% and a surplus margin of 16.3%. Overall the charity remains in a strong sustainable position and aims to continue this in 2023.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2022

Financial instruments

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

COVID-19 Virus

The Trust has assessed the possible impact of the COVID-19 virus on the business when considering the reporting of the principal risks and uncertainties. The Trust has also considered the risks to staff and has initiated such protective measures as are necessary. The Trust does not consider that any impairment is required to the assets and that the carrying value of its assets and liabilities are not adversely effected.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the 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 keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2022

The trustees' annual report and the strategic report were approved on 19 September 2023 and signed on behalf of the board of trustees by:

A handwritten signature in black ink, appearing to read 'K. J. May', is written over a horizontal line.

K. J. May
Trustee

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd

Year ended 31 December 2022

Opinion

We have audited the financial statements of The Carningli Trust Ltd (the 'charity') for the year ended 31 December 2022 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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 FRS 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 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd *(continued)*

Year ended 31 December 2022

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd (continued)

Year ended 31 December 2022

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

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

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

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

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

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 a part of our auditor's report.

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd *(continued)*

Year ended 31 December 2022

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Bruce Evens BA FCA (Senior Statutory Auditor)

For and on behalf of
Evens & Co Ltd
Chartered Accountants & Statutory Auditor
Hamilton House
Hamilton Terrace
Milford Haven
Pembrokeshire
SA73 3JP

19 September 2023

The Carningli Trust Ltd

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2022

		2022		2021
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	6,037	6,037	102
Charitable activities	6	1,656,333	1,656,333	1,568,454
Other trading activities	7	3,992	3,992	39,256
Investment income	8	2,576	2,576	79
Other income	9	—	—	2,450
Total income		<u>1,668,938</u>	<u>1,668,938</u>	<u>1,610,341</u>
Expenditure				
Expenditure on charitable activities	10,11	(1,397,143)	(1,397,143)	(1,284,631)
Total expenditure		<u>(1,397,143)</u>	<u>(1,397,143)</u>	<u>(1,284,631)</u>
Net income and net movement in funds		<u>271,795</u>	<u>271,795</u>	<u>325,710</u>
Reconciliation of funds				
Total funds brought forward		2,648,715	2,648,715	2,323,005
Total funds carried forward		<u>2,920,510</u>	<u>2,920,510</u>	<u>2,648,715</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 14 to 21 form part of these financial statements.

The Carningli Trust Ltd

Company Limited by Guarantee

Statement of Financial Position

31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	16	1,754,399	1,737,746
Current assets			
Debtors	17	41,535	37,722
Cash at bank and in hand		1,220,657	978,222
		1,262,192	1,015,944
Creditors: amounts falling due within one year	18	(56,125)	(63,975)
Net current assets		1,206,067	951,969
Total assets less current liabilities		2,960,466	2,689,715
Creditors: amounts falling due after more than one year	19	(39,956)	(41,000)
Net assets		2,920,510	2,648,715
Funds of the charity			
Unrestricted funds		2,920,510	2,648,715
Total charity funds	22	2,920,510	2,648,715

These financial statements were approved by the board of trustees and authorised for issue on 19 September 2023, and are signed on behalf of the board by:

K. J. May
Trustee



The notes on pages 14 to 21 form part of these financial statements.

The Carningli Trust Ltd

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 December 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income	271,795	325,710
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	50,828	48,585
Other interest receivable and similar income	(2,576)	(79)
Interest payable and similar charges	2,984	2,987
Gains on disposal of tangible fixed assets	—	(2,450)
<i>Changes in:</i>		
Trade and other debtors	(3,813)	6,887
Trade and other creditors	(8,894)	38,394
Cash generated from operations	310,324	420,034
Interest paid	(2,984)	(2,987)
Interest received	2,576	79
Net cash from operating activities	<u>309,916</u>	<u>417,126</u>
Cash flows from investing activities		
Purchase of tangible assets	(67,481)	(46,846)
Proceeds from sale of tangible assets	—	13,001
Net cash used in investing activities	<u>(67,481)</u>	<u>(33,845)</u>
Net increase in cash and cash equivalents	242,435	383,281
Cash and cash equivalents at beginning of year	978,222	594,941
Cash and cash equivalents at end of year	<u>1,220,657</u>	<u>978,222</u>

The notes on pages 14 to 21 form part of these financial statements.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 December 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Panteg, Llangynin Road, St Clears, Carmarthen, Dyfed, SA33 4JR.

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 Companies Act 2006.

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.

The company maintains certain bank accounts which it holds in trust for the benefit of the individual but administered by the company. The directors consider that the accounts more fairly reflect the true statement of affairs by excluding these trust accounts from the statement of financial position.

Going concern

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

Residents accounts held on trust

The charity holds a number of accounts on trust for the benefit of specific residents. The balance on each account belongs to the individual resident and is simply administered by the charity. On that basis, the balances have been excluded from the charity's Statement of Financial Position as the trustees are of the opinion that this more fairly reflects a true statement of the charity's affairs.

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 Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

3. Accounting policies *(continued)*

Incoming resources

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

- income from donations is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

- 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 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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	2% straight line
Plant & machinery	-	15% reducing balance
Motor vehicles	-	15% straight line

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.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

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.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Limited by guarantee

The company is limited by guarantee and therefore does not have any share capital.

Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the Trust in the event of liquidation.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations from individuals	6,037	6,037	102	102

6. Charitable activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Assistance of vulnerable adults	1,656,333	1,656,333	1,568,454	1,568,454

7. Other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Other income from other trading activities	1,598	1,598	1,803	1,803
Property rental income	1,315	1,315	1,402	1,402
Government grants receivable	1,079	1,079	36,051	36,051
	3,992	3,992	39,256	39,256

8. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Bank interest receivable	2,576	2,576	79	79

9. Other income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Gain on disposal of tangible fixed assets held for charity's own use	—	—	2,450	2,450

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 December 2022

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Assistance of vulnerable adults	159,947	159,947	139,847	139,847
Depreciation, amortisation and other similar costs	50,828	50,828	48,585	48,585
Staff costs	1,175,889	1,175,889	1,086,398	1,086,398
Support costs	10,479	10,479	9,801	9,801
	<u>1,397,143</u>	<u>1,397,143</u>	<u>1,284,631</u>	<u>1,284,631</u>

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Assistance of vulnerable adults	159,947	—	159,947	139,847
Depreciation, amortisation and other similar costs	50,828	—	50,828	48,585
Staff costs	1,175,889	—	1,175,889	1,086,398
Governance costs	—	10,479	10,479	9,801
	<u>1,386,664</u>	<u>10,479</u>	<u>1,397,143</u>	<u>1,284,631</u>

12. Net income

Net income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	50,828	48,585
Gains on disposal of tangible fixed assets	—	(2,450)

13. Auditors remuneration

	2022 £	2021 £
Fees payable for the audit of the financial statements	<u>7,495</u>	<u>6,814</u>

14. Staff costs

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

	2022 £	2021 £
Wages and salaries	1,062,718	989,624
Social security costs	91,309	78,081
Employer contributions to pension plans	21,862	18,693
	<u>1,175,889</u>	<u>1,086,398</u>

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 December 2022

14. Staff costs (continued)

The average head count of employees during the year was 44 (2021: 47). The average number of full-time equivalent employees during the year is analysed as follows:

	2022 No.	2021 No.
Number of employees	43	46
Number of trustees	1	1
	<u>44</u>	<u>47</u>

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

15. Trustee remuneration and expenses

During the year the Trust made the following transactions with trustees:

K. May

K. May received remuneration of £59,656 (2021 - £54,003), employers national insurance of £7,345 (2021 - £6,234) was paid in respect of the salary. Monies are paid to K. May as Director of Operations. As an employee K. May is entered into the company pension scheme.

16. Tangible fixed assets

	Freehold property £	Plant & machinery £	Motor vehicles £	Total £
Cost				
At 1 January 2022	2,043,764	95,348	58,840	2,197,952
Additions	56,830	1,651	9,000	67,481
At 31 December 2022	<u>2,100,594</u>	<u>96,999</u>	<u>67,840</u>	<u>2,265,433</u>
Depreciation				
At 1 January 2022	335,799	80,322	44,085	460,206
Charge for the year	42,440	2,501	5,887	50,828
At 31 December 2022	<u>378,239</u>	<u>82,823</u>	<u>49,972</u>	<u>511,034</u>
Carrying amount				
At 31 December 2022	<u>1,722,355</u>	<u>14,176</u>	<u>17,868</u>	<u>1,754,399</u>
At 31 December 2021	<u>1,707,965</u>	<u>15,026</u>	<u>14,755</u>	<u>1,737,746</u>

17. Debtors

	2022 £	2021 £
Other debtors	<u>41,535</u>	<u>37,722</u>

Other debtors includes an amount of £nil (2021 - £nil) falling due after more than one year.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 December 2022

18. Creditors: amounts falling due within one year

	2022	2021
	£	£
Other creditors	<u>56,125</u>	<u>63,975</u>

19. Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Accruals and deferred income	<u>39,956</u>	<u>41,000</u>

Included within creditors: amounts falling due after more than one year is an amount of £36,073 (2021: £37,010) in respect of liabilities payable or repayable otherwise than by instalments which fall due for payment after more than five years from the reporting date.

The bank facilities are secured by a fixed charge over the freehold properties known as The Minstrels, Backe Road, St Clears and Clayford Farm, Clayford Lane, Wiston. The security is held by National Westminster Bank PLC.

20. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £21,862 (2021: £18,693).

21. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2022	2021
	£	£
Recognised in creditors:		
Deferred government grants due after more than one year	<u>39,956</u>	<u>41,000</u>

22. Analysis of charitable funds

Unrestricted funds

	At 1 January 2022	Income	Expenditure	At 31 December 2022
	£	£	£	£
General funds	<u>2,648,715</u>	<u>1,668,938</u>	<u>(1,397,143)</u>	<u>2,920,510</u>

	At 1 January 2021	Income	Expenditure	At 31 December 2021
	£	£	£	£
General funds	<u>2,323,005</u>	<u>1,610,341</u>	<u>(1,284,631)</u>	<u>2,648,715</u>

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

23. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2022 £
Tangible fixed assets	1,754,399	1,754,399
Current assets	1,262,192	1,262,192
Creditors less than 1 year	(56,125)	(56,125)
Creditors greater than 1 year	(39,956)	(39,956)
Net assets	2,920,510	2,920,510

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	1,737,746	1,737,746
Current assets	1,015,944	1,015,944
Creditors less than 1 year	(63,975)	(63,975)
Creditors greater than 1 year	(41,000)	(41,000)
Net assets	2,648,715	2,648,715

24. Analysis of changes in net debt

	At 1 Jan 2022 £	Cash flows £	At 31 Dec 2022 £
Cash at bank and in hand	978,222	242,435	1,220,657

THE CARNINGLI TRUST

England & Wales - Charity number 517066

Accounts

COMPANY REGISTRATION NUMBER: 1953474
CHARITY REGISTRATION NUMBER: 517066

The Carningli Trust Ltd
Company Limited by Guarantee
Financial Statements
31 December 2021

The Carningli Trust Ltd
Company Limited by Guarantee
Financial Statements
Year ended 31 December 2021

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Independent auditor's report to the members	7 to 10
Statement of financial activities (including income and expenditure account)	11
Statement of financial position	12
Statement of cash flows	13
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The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2021

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 December 2021.

Reference and administrative details

Registered charity name The Carningli Trust Ltd

Charity registration number 517066

Company registration number 1953474

Principal office and registered office Panteg
Llangynin Road
St Clears
Carmarthen
Dyfed
SA33 4JR

The trustees

V. Arnall
H. K. Coram
A. E. Hancock
J. L. Hancock
K. J. May
T.C. Brown
W. Shipman

Auditor Evens & Co Ltd
Chartered Accountants & Statutory Auditor
Hamilton House
Hamilton Terrace
Milford Haven
Pembrokeshire
SA73 3JP

Bankers National Westminster Bank Plc
250 Regent Street
London
W1B 3BN

Solicitors Darwin Bowie Solicitors
24 High Street
Narberth
Pembrokeshire
SA67 7AR

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2021

Structure, governance and management

Nature of governing documents

The governing documents for the organisation are the Memorandum and Articles of Association lodged with Companies House. In accordance with Charity Commission requirements all directors are trustees and vice versa.

Recruitment and appointment of trustees

Induction and training of trustees

It remains the intention to recruit trustees/directors with the appropriate skills, and the usual pattern is still that potential trustees/directors should sit in for a minimum of 2 meetings prior to any election to become a voting member of the board. New trustees/directors are also able to attend externally provided trustees/directors training courses and have access to internal staff induction materials and training. There is no prescriptive training policy for new trustees/directors except that they are to be recruited as professional people capable of managing their own professional development and availing themselves of the external or internal training that they need.

Organisational structure

Decisions on policy direction, senior staff appointments and budget approval are made collectively at Board meetings of trustees/directors. The operations director delegates to the registered managers responsible for each home the authority to make operational management decisions. The managers then operate within a set budgetary and policy framework agreed by the board.

As required by statute and regulation the Trust works in close liaison with the Local Authority Social Services and Health Boards responsible for placing the people we support. In 2018 Rev J. Hancock acted as the responsible individual in accordance with regulations until 6 July 2018 when Kerry May took over this role. Furthermore in March 2021 Rev J. Hancock handed over the strategic and financial responsibilities to Kerry May and took up the role of the Chair of the Board of Trustees in a non-executive position.

The financial, employer and policy risks to which the organisation is exposed are reviewed and mitigated by action taken at Board meetings. Particular attention has been paid to evolving legal position in relation to working time and minimum wage case law. It is the position of the Trust that all homes are permanently staffed by employees paid in accordance with the national living wage. Back-up night staff are additionally made available on an on-call basis for which they receive an on-call fee. If called to work these staff are then paid at least the national living wage. Operational, care standards and statutory safety, health, environment and fire risks are reviewed and mitigated by the action taken by the registered managers under the supervision of the operational director and with professional advice where appropriate.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2021

Objectives and activities

Objects and aims

The principal objects of the organisation (as laid out in the Memorandum and Articles of Association) are: "To provide or assist in the provision of facilities for the treatment, education, training, rehabilitation and welfare of persons who are physically or mentally disabled or elderly and to relieve them in cases of need". This is in line with the public benefit of the relief of those in need by reason of age, disability, financial hardship or other disadvantages. Access to this benefit is open to those who are assessed by social services commissioning bodies as being in such need, subject only to the limits of the capacity of the Trust's registered accommodation. The Trust also seeks to promote the highest standards of care and to represent the interests of adults with learning difficulties.

The main aim of the Trust is to enable vulnerable adults placed in the care of the organisation to enjoy fulfilling lives by achieving their full potential as members of society, whilst also being resident in a safe secure setting run or supported by an organisation which champions their fundamental human rights and dignity. Our plans and achievements for 2021 were:

- 1) To sustain the governance arrangement put in place in 2017 and adopt continuing improvements in both care and administrative practices.
- 2) To continue to build client trust with our commissioners and meet all our regulatory requirements through robust process of both internal and external audits and inspections.
- 3) If possible, in light of NHS and Local Authority practices, to continue to secure further increases in the volume of care delivery and to agree sustainable increases in fees necessary to balance increasing salary and other inflationary costs.
- 4) To further increase the financial surplus. The financial surplus to be used:
 - To enhance the capability of the organisation to meet the principal objects: both to a higher standard and to a greater extent in terms of the number of vulnerable adults supported and in terms of representing the wider interests of vulnerable adults.
 - To further transform the care provision as required by changes in care policy at national and local levels; continuing to invest in property improvements plus staff training and remuneration, as well as reducing borrowings.
 - To sustain our vision of being recognised as a beacon of excellence in the provision of care for the increasing number of vulnerable adults; whilst also improving our ability to provide for ageing adults with increasing needs.
 - To seek to influence the direction of policy and practice in the procurement and provision of care for adults with learning difficulties.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2021

Achievements and performance

During 2021 our achievements are :

Covid 19

This reporting period has seen all of the Health & Social Care Sector meet overwhelming challenges and this continues to date. The Trust was able to work proactively in establishing resources early, and then worked collaboratively with our Local Authorities and Health Board to ensure systems for reporting and accessing advice were available 24/7. The drive for new policies and procedures, regular daily updates, saw the Trust and its employees received the most up to date information to guide them in in safe working practices.

Each of our homes have been successful in keeping all the people we support safe and during 2021 we did not experience an outbreak of Covid -19 within our homes. Testing of staff, PPE and updated guidance throughout the Alert Levels (set by the Welsh Government) and the ongoing support from families to accept the robust system in place made the Carningli Trust response to Covid-19 all made the collaborative working a major success.

The impact of Covid-19 on the Trust financially did not cause any significant overspending in 2021. Our Commissioning bodies provided additional fees per placement, PPE became available at no costs to our homes and regular one off payments to support costs associated with additional resources for testing, visiting and staff sickness/ isolation meant that on accessing these costs the Trust has not faced any financial concerns throughout this period. The Trust was also awarded several grants through 2021 to assist with improving technology into our homes and for increasing safe spaces for visiting, through the introduction of bespoke cabins to each home.

Other achievements for 2021 are :-

- 1) Sustained the governance arrangements put in place and have maintained continuous improvements in both care and administrative practices that have met with all our regulatory bodies requirements.
 - 2) Maintained excellent quality ratings from both NHS audits (CCAPS) and CIW inspections. Although the regular pace of the inspections processes have been hindered by the onset of the Covid Pandemic, we have continued to maintain good communication and our accreditations are intact.
 - 3) Continued to work with local authorities to ensure the correct levels of support are in place to meet individual needs. Some increases in support reflect a level of fee increases. Due to the onset of the pandemic a temporary respite/ Short Term Placement that commenced in 2021, has now become a full time placement in July 2021 at Clayford Farm. There has also been a re-establishing of the respite facilities in late 2021.
 - 4) Mandatory training programs and the development of staff through qualifications and CPD continued throughout 2021 using remote/ online courses successfully, which clearly demonstrates our commitment to the Trust's continued efforts to secure a trained and effective workforce.
 - 5) There was no financial borrowing in 2021 and the long term financial status of the Trust. Budgets and the financial reserves for 2021 were monitored closely throughout the year.
 - 6) We became a real Living Wage Employer in 2021; maintained our Cyber Essentials accreditation and worked on new safer systems of working with our internal IT structure: sustained the cultural and the quality improvements needed to remain at the forefront as a fully compliant high quality care provider that offers excellent value for the social care money available.
 - 7) In 2022 we aim to continue to face and address any uncertainties about the global pandemic in the best and safest manner possible. We will ensure we have a presence in the feedback to the Health & Social Care Sector about how as a Charity we have overcome many fears, adaptations to our working environments and the safest way to safeguard the people we support.
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The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2021

Financial review

Financial review

The financial performance this year has been excellent and far better than previous years. Unrestricted funds have seen an increase in 2021 to £2,648,715 from £2,323,005 in 2020. While there has been a transient increase in revenue this is unlikely to be sustained given inflation forecasts and pressure on local authority budgets. The resulting net surplus increased from £319,165 in 2020 to £325,710 in 2021 representing an increase of 2% and an surplus margin maintained at 20%. Overall the charity remains in a strong sustainable position and aims to continue this in 2022.

Financial instruments

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

UK Departure from the European Union

On 23 June 2016, the UK held a referendum in which voters approved an exit from the European Union ("EU"), commonly referred to as Brexit. Brexit has caused significant disruption and uncertainty in the UK and world wide business communities and has resulted in volatile currency exchange fluctuation. On 24 January 2020 both parties agreed and signed the EU Withdrawal Agreement and negotiations on the future trading relationship began. There remains considerable uncertainty over the final terms of the exit, including the possibility that the UK leaves the EU without a trade agreement, which could result in the imposition of tariffs and import checks, this would likely result in an increased cost of goods imported into and exported from the UK.

The Trust has taken steps to mitigate the impact of Brexit on the business, however other factors outside the company's control could have an adverse material impact on the business and the financial conditions.

COVID-19 Virus

The Trust has assessed the possible impact of the COVID-19 virus on the business when considering the reporting of the principal risks and uncertainties. The Trust has also considered the risks to staff and has initiated such protective measures as are necessary. The Trust does not consider that any impairment is required to the assets and that the carrying value of its assets and liabilities are not adversely effected.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2021

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the 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 keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

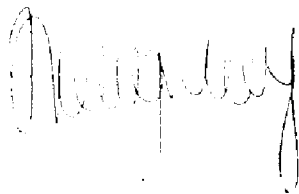
Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 13 September 2022 and signed on behalf of the board of trustees by:

K. J. May
Trustee



The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd

Year ended 31 December 2021

Opinion

We have audited the financial statements of The Carningli Trust Ltd (the 'charity') for the year ended 31 December 2021 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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 FRS 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 December 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd *(continued)*

Year ended 31 December 2021

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd (continued)

Year ended 31 December 2021

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below;

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

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

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

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

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 a part of our

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd *(continued)*

Year ended 31 December 2021

auditor's report.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.


Bruce Evens BA FCA (Senior Statutory Auditor)

For and on behalf of
Evens & Co Ltd
Chartered Accountants & Statutory Auditor
Hamilton House
Hamilton Terrace
Milford Haven
Pembrokeshire
SA73 3JP

13 September 2022

The Carningli Trust Ltd

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2021

		2021		2020
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	102	102	1,079
Charitable activities	6	1,568,454	1,568,454	1,518,133
Other trading activities	7	39,256	39,256	39,675
Investment income	8	79	79	408
Other income	9	2,450	2,450	—
Total income		1,610,341	1,610,341	1,559,295
Expenditure				
Expenditure on charitable activities	10,11	(1,284,631)	(1,284,631)	(1,240,130)
Total expenditure		(1,284,631)	(1,284,631)	(1,240,130)
Net income and net movement in funds		325,710	325,710	319,165
Reconciliation of funds				
Total funds brought forward		2,323,005	2,323,005	2,003,840
Total funds carried forward		2,648,715	2,648,715	2,323,005

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

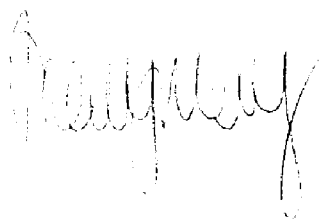
The notes on pages 14 to 22 form part of these financial statements.

The Carningli Trust Ltd
Company Limited by Guarantee
Statement of Financial Position
31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	16	1,737,746	1,750,036
Current assets			
Debtors	17	37,722	44,609
Cash at bank and in hand		978,222	594,941
		<u>1,015,944</u>	<u>639,550</u>
Creditors: amounts falling due within one year	18	(63,975)	(66,581)
Net current assets		<u>951,969</u>	<u>572,969</u>
Total assets less current liabilities		<u>2,689,715</u>	<u>2,323,005</u>
Creditors: amounts falling due after more than one year	19	(41,000)	—
Net assets		<u>2,648,715</u>	<u>2,323,005</u>
Funds of the charity			
Unrestricted funds		<u>2,648,715</u>	<u>2,323,005</u>
Total charity funds	23	<u>2,648,715</u>	<u>2,323,005</u>

These financial statements were approved by the board of trustees and authorised for issue on 13 September 2022, and are signed on behalf of the board by:

K. J. May
Trustee



The notes on pages 14 to 22 form part of these financial statements.

The Carningli Trust Ltd

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 December 2021

	2021 £	2020 £
Cash flows from operating activities		
Net income	325,710	319,165
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	48,585	48,162
Other interest receivable and similar income	(79)	(408)
Interest payable and similar charges	2,987	6,541
Gains on disposal of tangible fixed assets	(2,450)	—
<i>Changes in:</i>		
Trade and other debtors	6,887	(6,354)
Trade and other creditors	38,394	10,389
Cash generated from operations	420,034	377,495
Interest paid	(2,987)	(6,541)
Interest received	79	408
Net cash from operating activities	417,126	371,362
Cash flows from investing activities		
Purchase of tangible assets	(46,846)	(23,644)
Proceeds from sale of tangible assets	13,001	—
Net cash used in investing activities	(33,845)	(23,644)
Cash flows from financing activities		
Repayments of borrowings	—	(202,237)
Net cash used in financing activities	—	(202,237)
Net increase in cash and cash equivalents	383,281	145,481
Cash and cash equivalents at beginning of year	594,941	449,460
Cash and cash equivalents at end of year	978,222	594,941

The notes on pages 14 to 22 form part of these financial statements.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 December 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Panteg, Llangynin Road, St Clears, Carmarthen, Dyfed, SA33 4JR.

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 Companies Act 2006.

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.

The company maintains certain bank accounts which it holds in trust for the benefit of the individual but administered by the company. The directors consider that the accounts more fairly reflect the true statement of affairs by excluding these trust accounts from the statement of financial position.

Going concern

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

Residents accounts held on trust

The charity holds a number of accounts on trust for the benefit of specific residents. The balance on each account belongs to the individual resident and is simply administered by the charity. On that basis, the balances have been excluded from the charity's Statement of Financial Position as the trustees are of the opinion that this more fairly reflects a true statement of the charity's affairs.

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 Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

3. Accounting policies *(continued)*

Incoming resources

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

- income from donations is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- 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 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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	2% straight line
Plant & machinery	-	15% reducing balance
Motor vehicles	-	15% straight line

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.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

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 are largely independent of the cash inflows from other assets or groups of assets.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Limited by guarantee

The company is limited by guarantee and therefore does not have any share capital.

Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the Trust in the event of liquidation.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations from individuals	102	102	1,079	1,079

6. Charitable activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Assistance of vulnerable adults	1,568,454	1,568,454	1,518,133	1,518,133

7. Other trading activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Other income from other trading activities	1,803	1,803	1,891	1,891
Property rental income	1,402	1,402	1,077	1,077
Government grants receivable	36,051	36,051	36,707	36,707
	<u>39,256</u>	<u>39,256</u>	<u>39,675</u>	<u>39,675</u>

8. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	79	79	408	408

9. Other income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Gain on disposal of tangible fixed assets held for charity's own use	2,450	2,450	—	—

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Assistance of vulnerable adults	139,847	139,847	120,278	120,278
Depreciation, amortisation and other similar costs	48,585	48,585	48,162	48,162
Staff costs	1,086,398	1,086,398	1,058,660	1,058,660
Support costs	9,801	9,801	13,030	13,030
	<u>1,284,631</u>	<u>1,284,631</u>	<u>1,240,130</u>	<u>1,240,130</u>

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Assistance of vulnerable adults	139,847	–	139,847	120,278
Depreciation, amortisation and other similar costs	48,585	–	48,585	48,162
Staff costs	1,086,398	–	1,086,398	1,058,660
Governance costs	–	9,801	9,801	13,030
	<u>1,274,830</u>	<u>9,801</u>	<u>1,284,631</u>	<u>1,240,130</u>

12. Net income

Net income is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	48,585	48,162
Gains on disposal of tangible fixed assets	(2,450)	–

13. Auditors remuneration

	2021 £	2020 £
Fees payable for the audit of the financial statements	6,814	6,489

14. Staff costs

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

	2021 £	2020 £
Wages and salaries	989,624	968,875
Social security costs	78,081	70,543
Employer contributions to pension plans	18,693	19,242
	<u>1,086,398</u>	<u>1,058,660</u>

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

14. Staff costs *(continued)*

The average head count of employees during the year was 47 (2020: 49). The average number of full-time equivalent employees during the year is analysed as follows:

	2021 No.	2020 No.
Number of employees	46	47
Number of trustees	1	2
	<u>47</u>	<u>49</u>

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

15. Trustee remuneration and expenses

During the year the Trust made the following transactions with trustees:

J. L. Hancock

J. L. Hancock received remuneration comprising of a salary of £6,429 (2020 - £26,052), employers national insurance of £584 (2020 - £2,388) was paid in respect of the salary. Monies are paid to J. L. Hancock as Director of Commercial Finance and Strategy. As an employee J. L. Hancock is entered into the company pension scheme.

K. May

K. May received remuneration of £54,003 (2020 - £52,527), employers national insurance of £6,234 (2020 - £6,042) was paid in respect of the salary. Monies are paid to K. May as Director of Operations. As an employee K. May is entered into the company pension scheme.

16. Tangible fixed assets

	Freehold property £	Plant & machinery £	Motor vehicles £	Total £
Cost				
At 1 January 2021	2,011,484	93,342	58,840	2,163,666
Additions	44,840	2,006	–	46,846
Disposals	(12,560)	–	–	(12,560)
At 31 December 2021	<u>2,043,764</u>	<u>95,348</u>	<u>58,840</u>	<u>2,197,952</u>
Depreciation				
At 1 January 2021	296,411	77,670	39,549	413,630
Charge for the year	41,397	2,652	4,536	48,585
Disposals	(2,009)	–	–	(2,009)
At 31 December 2021	<u>335,799</u>	<u>80,322</u>	<u>44,085</u>	<u>460,206</u>
Carrying amount				
At 31 December 2021	<u>1,707,965</u>	<u>15,026</u>	<u>14,755</u>	<u>1,737,746</u>
At 31 December 2020	<u>1,715,073</u>	<u>15,672</u>	<u>19,291</u>	<u>1,750,036</u>

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

17. Debtors

	2021	2020
	£	£
Trade debtors	–	33,633
Other debtors	37,722	10,976
	<u>37,722</u>	<u>44,609</u>

Other debtors includes an amount of £nil (2020 - £nil) falling due after more than one year.

18. Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	–	163
Other creditors	63,975	66,418
	<u>63,975</u>	<u>66,581</u>

19. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Accruals and deferred income	41,000	–

Included within creditors: amounts falling due after more than one year is an amount of £37,010 (2020: £Nil) in respect of liabilities payable or repayable otherwise than by instalments which fall due for payment after more than five years from the reporting date.

The bank facilities are secured by a fixed charge over the freehold properties known as The Minstrels, Backe Road, St Clears and Clayford Farm, Clayford Lane, Wiston. The security is held by National Westminster Bank PLC.

20. Deferred income

	2021	2020
	£	£
Amount released to income	41,000	–

21. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £18,693 (2020: £19,242).

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

22. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2021 £	2020 £
Recognised in creditors:		
Deferred government grants due after more than one year	41,000	—

23. Analysis of charitable funds

Unrestricted funds

	At 1 January 2021 £	Income £	Expenditure £	At 31 December 2021 £
General funds	2,323,005	1,610,341	(1,284,631)	2,648,715

	At 1 January 2020 £	Income £	Expenditure £	At 31 December 2020 £
General funds	2,003,840	1,559,295	(1,240,130)	2,323,005

24. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	1,737,746	1,737,746
Current assets	1,015,944	1,015,944
Creditors less than 1 year	(63,975)	(63,975)
Creditors greater than 1 year	(41,000)	(41,000)
Net assets	2,648,715	2,648,715

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	1,750,036	1,750,036
Current assets	639,550	639,550
Creditors less than 1 year	(66,581)	(66,581)
Creditors greater than 1 year	—	—
Net assets	2,323,005	2,323,005

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

25. Analysis of changes in net debt

	At 1 Jan 2021	Cash flows	At 31 Dec 2021
	£	£	£
Cash at bank and in hand	594,941	383,281	978,222

THE CARNINGLI TRUST

England & Wales - Charity number 517066

Accounts

COMPANY REGISTRATION NUMBER: 1953474
CHARITY REGISTRATION NUMBER: 517066

The Carningli Trust Ltd
Company Limited by Guarantee
Financial Statements
31 December 2020

The Carningli Trust Ltd

Company Limited by Guarantee

Financial Statements

Year ended 31 December 2020

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Statement of financial position	13
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Detailed statement of financial activities	24
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The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2020

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 December 2020.

Reference and administrative details

Registered charity name	The Carningli Trust Ltd
Charity registration number	517066
Company registration number	1953474
Principal office and registered office	Panteg Llangynin Road St Clears Carmarthen Dyfed SA33 4JR

The trustees

V. Arnall	
H. K. Coram	
M. Cule	(Resigned 11 February 2020)
A. E. Hancock	
J. L. Hancock	
K. J. May	
W. Shipman	(Appointed 11 February 2020)
T.C. Brown	(Appointed 26 November 2020)

Auditor	Evens & Co Ltd Chartered Accountants & Statutory Auditor Hamilton House Hamilton Terrace Milford Haven Pembrokeshire SA73 3JP
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Bankers	National Westminster Bank Plc 250 Regent Street London W1B 3BN
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Solicitors	Darwin Bowie Solicitors 24 High Street Narberth Pembrokeshire SA67 7AR
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The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

Structure, governance and management

Nature of governing documents

The governing documents for the organisation are the Memorandum and Articles of Association lodged with Companies House. In accordance with Charity Commission requirements all directors are trustees and vice versa.

Recruitment and appointment of trustees

Induction and training of trustees

It remains the intention to recruit trustees/directors with the appropriate skills, and the usual pattern is still that potential trustees/directors should sit in for a minimum of 2 meetings prior to any election to become a voting member of the board. New trustees/directors are also able to attend externally provided trustees/directors training courses and have access to internal staff induction materials and training. There is no prescriptive training policy for new trustees/directors except that they are to be recruited as professional people capable of managing their own professional development and availing themselves of the external or internal training that they need.

Organisational structure

Decisions on policy direction, senior staff appointments and budget approval are made collectively at Board meetings of trustees/directors. The operations director delegates to the registered managers responsible for each home the authority to make operational management decisions. The managers then operate within a set budgetary and policy framework agreed by the board.

As required by statute and regulation the Trust works in close liaison with the Local Authority Social Services and Health Boards responsible for placing the people we support. In 2018 Rev J. Hancock acted as the responsible individual in accordance with regulations until 6 July 2018 when Kerry May took over this role.

The financial, employer and policy risks to which the organisation is exposed are reviewed and mitigated by action taken at Board meetings. Particular attention has been paid to evolving legal position in relation to working time and minimum wage case law. It is the position of the Trust that all homes are permanently staffed by employees paid in accordance with the national minimum wage. Back-up night staff are additionally made available on an on-call basis for which they receive an on-call fee. If called to work these staff are then paid at least the national minimum wage. Operational, care standards and statutory safety, health, environment and fire risks are reviewed and mitigated by the action taken by the registered managers under the supervision of the operational director and with professional advice where appropriate.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

Objectives and activities

Objects and aims

The principal objects of the organisation (as laid out in the Memorandum and Articles of Association) are: "To provide or assist in the provision of facilities for the treatment, education, training, rehabilitation and welfare of persons who are physically or mentally disabled or elderly and to relieve them in cases of need". This is in line with the public benefit of the relief of those in need by reason of age, disability, financial hardship or other disadvantages. Access to this benefit is open to those who are assessed by social services commissioning bodies as being in such need, subject only to the limits of the capacity of the Trust's registered accommodation. The Trust also seeks to promote the highest standards of care and to represent the interests of adults with learning difficulties.

The main aim of the Trust is to enable vulnerable adults placed in the care of the organisation to enjoy fulfilling lives by achieving their full potential as members of society, whilst also being resident in a safe secure setting run or supported by an organisation which champions their fundamental human rights and dignity. Our plans and achievements for 2020 were:

1) To sustain the governance arrangement put in place in 2017 and adopt continuing improvements in both care and administrative practices.

2) To continue to build client trust by demonstrating our continuing quality improvements and we completed the re-registration process.

3) If possible, in light of NHS and Local Authority practices, to continue to secure further increases in the volume of care delivery and to agree sustainable increases in fees necessary to balance increasing salary and other inflationary costs.

4) To further increase the financial surplus for 2019 and beyond. This financial surplus to be used:

- To enhance the capability of the organisation to meet the principal objects: both to a higher standard and to a greater extent in terms of the number of vulnerable adults supported and in terms of representing the wider interests of vulnerable adults.

- To further transform the care provision as required by changes in care policy at national and local levels; continuing to invest in property improvements plus staff training and remuneration, as well as reducing borrowings.

- To sustain our vision of being recognised as a beacon of excellence in the provision of care for the increasing number of vulnerable adults; whilst also improving our ability to provide for ageing adults with increasing needs.

- To seek to influence the direction of policy and practice in the procurement and provision of care for adults with learning difficulties.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

Achievements and performance

During 2020 our achievements are :

Covid 19

This reporting period has seen all of the Health & Social Care Sector meet overwhelming challenges and this continues to date. The Trust was able to work proactively in establishing resources early, and then worked collaboratively with our Local Authorities and Health Board to ensure systems for reporting and accessing advice were available 24/7. The drive for new policies and procedures, regular daily updates, saw the Trust and its employees received the most up to date information to guide them in in safe working practices.

Each of our homes have been successful in keeping all the people we support safe and during 2020 we did not identify a single case of Covid -19 within our homes. Testing of staff , PPE and updated guidance throughout the Alert Levels (set by the Welsh Governments) and the ongoing support from families to accept the robust system in place made the Carningli Trust response to Covid -19 all made the collaborative working a major success.

The impact of Covid -19 on the Trust financially did not cause and significant overspending. Our Commissioning bodies provided additional fees per placement, PPE became available at no costs to our homes and regular one off payments to support costs associated with additional resources for testing, visiting and staff sickness/ isolation meant that on accessing these costs the Trust has not faced any financial concerns throughout this period.

Other Achievement for 2020 are :-

1) Sustained the governance arrangements put in place and have maintained continuous improvements in both care and administrative practices that have met with all our regulatory bodies requirements.

2) Maintained excellent quality ratings from both NHS audits (CCAPS) and CIW inspections. Although the regular pace of the inspections processes have been hindered by the onset of the Covid Pandemic, we have continue to maintain good communication and our accreditations are intact.

3) Continued to work with local authorities to ensure the correct levels are support are in place to meet individual needs. Some increases in support reflect a level of fee increases. Due to the onset of the pandemic a temporary respite placement at Clayford Farm became a short term placement which secured the ongoing placement throughout 2020.

4) We also sustained high levels of training and invested in bespoke training for each of our homes on Positive Behaviour Management. This along with the Mandatory training programs and the development of staff through qualifications and CPD clearly demonstrates our commitment to the Trusts continued efforts to secure a trained and effective workforce.

5) Borrowing was able to be paid off in 2020, improving the long term financial status of the Trust. Budgets and the financial reserves for 2020 were monitored closely throughout the year.

6) We became a real Living Wage Employer in 2020, maintained our Cyber Essentials accreditation and worked on new safer systems of working with our internal IT structure; sustained the cultural and the quality improvements needed to remain at the forefront as a fully compliant high quality care provider that offers excellent value for the social care money available.

7) In 2021 we aim to continue to face and address any uncertainties about the global pandemic in the best and safest manner possible. We will ensure we have a presence in the feedback to the Health & Social Care Sector about how as a Charity we have overcome many fears, adaptations to our working environments and the safest way to safeguard the people we support.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

Financial review

Financial review

The financial performance this year has been excellent and far better than previous years. Unrestricted funds have seen an increase in 2020 to £2,323,005 from £2,003,840 in 2019. While there has been a transient increase in revenue this is unlikely to be sustained given inflation forecasts and pressure on local authority budgets. The resulting net surplus increased from £115,080 in 2019 to £319,165 in 2020 representing an increase of 177% and an surplus margin increase from 9% in 2019 to 20% in 2020. Capital employed has also increased from 5.7% in 2019 to 13.7% in 2020. Overall the charity remains in a strong sustainable position and aims to continue this in 2021.

Financial instruments

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

UK Departure from the European Union

On 23 June 2016, the UK held a referendum in which voters approved an exit from the European Union ("EU"), commonly referred to as Brexit. Brexit has caused significant disruption and uncertainty in the UK and world wide business communities and has resulted in volatile currency exchange fluctuation. On 24 January 2020 both parties agreed and signed the EU Withdrawal agreement and negotiations on the future trading relationship began. There remains considerable uncertainty over the final terms of the exit, including the possibility that the UK leaves the EU without a trade agreement, which could result in the imposition of tariffs and import checks, this would likely result in an increased cost of goods imported into and exported from the UK.

The company has taken steps to mitigate the impact of Brexit on the business, however other factors outside the company's control could have an adverse material impact on the business and the financial conditions.

COVID-19 Virus

The company has assessed the possible impact of the COVID-19 virus on the business when considering the reporting of the principal risks and uncertainties. The company has also considered the risks to staff and has initiated such protective measures as are necessary. The company does not consider that any impairment is required to the assets and that the carrying value of its assets and liabilities are not adversely effected.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

The Carningli Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2020

In preparing these financial statements, the trustees are required to:

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

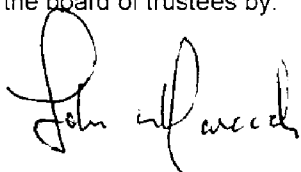
The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 20 September 2021 and signed on behalf of the board of trustees by:



J. L. Hancock
Trustee

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd

Year ended 31 December 2020

Opinion

We have audited the financial statements of The Carningli Trust Ltd (the 'charity') for the year ended 31 December 2020 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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 FRS 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 December 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd *(continued)*

Year ended 31 December 2020

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd (continued)

Year ended 31 December 2020

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below;

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

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

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

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

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 a part of our

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd *(continued)*

Year ended 31 December 2020

auditor's report.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Bruce Evens BA FCA (Senior Statutory Auditor)

For and on behalf of
Evens & Co Ltd
Chartered Accountants & Statutory Auditor
Hamilton House
Hamilton Terrace
Milford Haven

The Carningli Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Carningli Trust Ltd *(continued)*

Year ended 31 December 2020

Pembrokeshire
SA73 3JP

20 September 2021

The Caringli Trust Ltd

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2020

		2020		2019
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	1,079	1,079	256
Charitable activities	6	1,518,133	1,518,133	1,217,066
Other trading activities	7	39,675	39,675	3,059
Investment income	8	408	408	814
Total income		1,559,295	1,559,295	1,221,195
Expenditure				
Expenditure on charitable activities	9,10	1,240,130	1,240,130	1,106,115
Total expenditure		1,240,130	1,240,130	1,106,115
Net income and net movement in funds		319,165	319,165	115,080
Reconciliation of funds				
Total funds brought forward as previously reported		2,003,840	2,003,840	2,053,823
Prior year adjustment		—	—	(165,063)
Total funds brought forward as restated		2,003,840	2,003,840	1,888,760
Total funds carried forward		2,323,005	2,323,005	2,003,840

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 15 to 22 form part of these financial statements.

The Carningli Trust Ltd

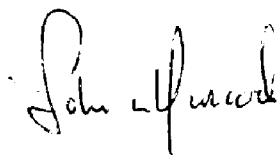
Company Limited by Guarantee

Statement of Financial Position

31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible fixed assets	15	1,750,036	1,774,554
Current assets			
Debtors	16	44,609	38,255
Cash at bank and in hand		594,941	449,460
		639,550	487,715
Creditors: amounts falling due within one year	17	(66,581)	(71,756)
Net current assets		572,969	415,959
Total assets less current liabilities		2,323,005	2,190,513
Creditors: amounts falling due after more than one year	18	–	(186,673)
Net assets		2,323,005	2,003,840
Funds of the charity			
Unrestricted funds		2,323,005	2,003,840
Total charity funds	20	2,323,005	2,003,840

These financial statements were approved by the board of trustees and authorised for issue on 20 September 2021, and are signed on behalf of the board by:



J. L. Hancock
Trustee

The notes on pages 15 to 22 form part of these financial statements.

The Carningli Trust Ltd

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 December 2020

	2020 £	2019 £
Cash flows from operating activities		
Net income	319,165	115,080
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	48,162	46,082
Other interest receivable and similar income	(408)	(814)
Interest payable and similar charges	6,541	10,873
<i>Changes in:</i>		
Trade and other debtors	(6,354)	(7,008)
Trade and other creditors	10,389	(98,940)
Cash generated from operations	377,495	65,273
Interest paid	(6,541)	(10,873)
Interest received	408	814
Net cash from operating activities	371,362	55,214
Cash flows from investing activities		
Purchase of tangible assets	(23,644)	(29,915)
Net cash used in investing activities	(23,644)	(29,915)
Cash flows from financing activities		
Repayments of borrowings	(202,237)	(15,098)
Other financing cash flow adjustment	—	(165,063)
Net cash used in financing activities	(202,237)	(180,161)
Net increase/(decrease) in cash and cash equivalents	145,481	(154,862)
Cash and cash equivalents at beginning of year	449,460	604,322
Cash and cash equivalents at end of year	594,941	449,460

The notes on pages 15 to 22 form part of these financial statements.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 December 2020

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Panteg, Llangynin Road, St Clears, Carmarthen, Dyfed, SA33 4JR.

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 Companies Act 2006.

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.

The company maintains certain bank accounts which it holds in trust for the benefit of the individual but administered by the company. The Directors consider that the accounts more fairly reflect the true statement of affairs by excluding these trust accounts from the statement of financial position.

Going concern

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

Residents accounts held on trust

The charity holds a number of accounts on trust for the benefit of specific residents. The balance on each account belongs to the individual resident and is simply administered by the charity. On that basis, the balances have been excluded from the charity's Statement of Financial Position as the trustees are of the opinion that this more fairly reflects a true statement of the charity's affairs.

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 Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

Incoming resources

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

- income from donations is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- 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 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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Dépreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	- 2% straight line
Plant & machinery	- 15% reducing balance
Motor vehicles	- 15% straight line

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

Government grants *(continued)*

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

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.

Financial instruments

A financial asset or a financial liability is recognised only when the entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Limited by guarantee

The company is limited by guarantee and therefore does not have any share capital.

Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the Trust in the event of liquidation.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Donations				
Donations from individuals	1,079	1,079	256	256

6. Charitable activities

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Assistance of vulnerable adults	1,518,133	1,518,133	1,217,066	1,217,066

7. Other trading activities

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Other income from other trading activities	1,891	1,891	2,079	2,079
Property rental income	1,077	1,077	980	980
Government grants receivable	36,707	36,707	—	—
	<u>39,675</u>	<u>39,675</u>	<u>3,059</u>	<u>3,059</u>

8. Investment income

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Bank interest receivable	408	408	814	814

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Assistance of vulnerable adults	120,278	120,278	150,203	150,203
Depreciation, amortisation and other similar costs	48,162	48,162	46,082	46,082
Staff costs	1,058,660	1,058,660	892,777	892,777
Support costs	13,030	13,030	17,053	17,053
	<u>1,240,130</u>	<u>1,240,130</u>	<u>1,106,115</u>	<u>1,106,115</u>

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

10. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2020	Total fund 2019
	£	£	£	£
Assistance of vulnerable adults	120,278	—	120,278	150,203
Depreciation, amortisation and other similar costs	48,162	—	48,162	46,082
Staff costs	1,058,660	—	1,058,660	892,777
Governance costs	—	13,030	13,030	17,053
	<u>1,227,100</u>	<u>13,030</u>	<u>1,240,130</u>	<u>1,106,115</u>

11. Net income

Net income is stated after charging/(crediting):

	2020	2019
	£	£
Depreciation of tangible fixed assets	48,162	46,082

12. Auditors remuneration

	2020	2019
	£	£
Fees payable for the audit of the financial statements	6,489	6,180

13. Staff costs

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

	2020	2019
	£	£
Wages and salaries	968,875	827,577
Social security costs	70,543	51,670
Employer contributions to pension plans	19,242	13,530
	<u>1,058,660</u>	<u>892,777</u>

The average head count of employees during the year was 49 (2019: 45). The average number of full-time equivalent employees during the year is analysed as follows:

	2020	2019
	No.	No.
Number of employees	47	43
Number of trustees	2	2
	<u>49</u>	<u>45</u>

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

14. Trustee remuneration and expenses

During the year the Trust made the following transactions with trustees:

J. L. Hancock

J. L. Hancock received remuneration comprising of a salary of £26,052 (2019 - £27,630), employers national insurance of £2,388 (2019 - £2,414) was paid in respect of the salary. Monies are paid to J. L. Hancock as Director of Commercial Finance and Strategy. As an employee J. L. Hancock is entered into the company pension scheme.

K. May

K. May received remuneration of £52,527 (2019 - £52,055), employers national insurance of £6,042 (2019 - £6,000) was paid in respect of the salary. Monies are paid to K. May as Director of Operations. As an employee K. May is entered into the company pension scheme

15. Tangible fixed assets

	Freehold property £	Plant & machinery £	Motor vehicles £	Total £
Cost				
At 1 January 2020	1,998,700	91,347	49,975	2,140,022
Additions	12,783	1,996	8,865	23,644
At 31 December 2020	2,011,483	93,343	58,840	2,163,666
Depreciation				
At 1 January 2020	255,550	74,905	35,013	365,468
Charge for the year	40,861	2,765	4,536	48,162
At 31 December 2020	296,411	77,670	39,549	413,630
Carrying amount				
At 31 December 2020	1,715,072	15,673	19,291	1,750,036
At 31 December 2019	1,743,150	16,442	14,962	1,774,554

16. Debtors

	2020 £	2019 £
Trade debtors	33,633	28,488
Other debtors	10,976	9,767
	44,609	38,255

Other debtors includes an amount of £nil (2019 - £nil) falling due after more than one year.

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

17. Creditors: amounts falling due within one year

	2020	2019
	£	£
Bank loans and overdrafts (secured)	–	15,564
Trade creditors	163	1,420
Social security and other taxes	–	1
Other creditors	66,418	54,771
	<u>66,581</u>	<u>71,756</u>

18. Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Bank loans and overdrafts (secured)	–	186,673

Included within creditors: amounts falling due after more than one year is an amount of £Nil (2019: £124,418) in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date.

The bank facilities are secured by a fixed charge over the freehold properties known as The Minstrels, Backe Road, St Clears and Clayford Farm, Clayford Lane, Wiston. The security is held by National Westminster Bank PLC.

19. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £19,242 (2019: £13,530).

20. Analysis of charitable funds

Unrestricted funds

	At 1 January 2020	Income	Expenditure	Prior year adjustments	At 31 December 2020
	£	£	£	£	£
General funds	2,003,840	1,559,295	(1,240,130)	–	2,323,005

	At 1 January 2019	Income	Expenditure	Prior year adjustments	At 31 December 2019
	£	£	£	£	£
General funds	1,931,822	1,221,195	(1,106,115)	(43,062)	2,003,840

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

21. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	1,750,036	1,750,036
Current assets	639,550	639,550
Creditors less than 1 year	(66,581)	(66,581)
Creditors greater than 1 year	—	—
Net assets	2,323,005	2,323,005

	Unrestricted Funds £	Total Funds 2019 £
Tangible fixed assets	1,774,554	1,774,554
Current assets	487,715	487,715
Creditors less than 1 year	(71,756)	(71,756)
Creditors greater than 1 year	(186,673)	(186,673)
Net assets	2,003,840	2,003,840

22. Prior year adjustments

In line with the charities accounting policy, bank accounts held on trust for the benefit of specific residents are excluded from the charity financial statements. Prior to 2019 these balances had been recognised as assets in the Statement of Financial Position. The removal of these balances in line with the charities accounting policy resulted in the prior period adjustment of £165,063 reflected in the 2019 financial statements.

23. Analysis of changes in net debt

	At 1 Jan 2020 £	Cash flows £	At 31 Dec 2020 £
Cash at bank and in hand	449,460	145,481	594,941
Debt due within one year	(15,564)	15,564	—
Debt due after one year	(186,673)	186,673	—
	247,223	347,718	594,941

The Carningli Trust Ltd
Company Limited by Guarantee
Management Information
Year ended 31 December 2020

The following pages do not form part of the financial statements.

The Carningli Trust Ltd

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 December 2020

	2020 £	2019 £
Income and endowments		
Donations and legacies		
Donations from individuals	1,079	256
Charitable activities		
Assistance of vulnerable adults	1,518,133	1,217,066
Other trading activities		
Other income from other trading activities	1,891	2,079
Property rental income	1,077	980
Government grants receivable	36,707	—
	39,675	3,059
Investment income		
Bank interest receivable	408	814
Total income	1,559,295	1,221,195
Expenditure		
Expenditure on charitable activities		
Purchases	31,619	34,887
Wages and salaries	968,875	827,577
Employer's NIC	70,543	51,670
Pension costs	19,242	13,530
Rates and water	6,001	11,563
Light and heat	14,230	15,294
Repairs and maintenance	16,983	32,507
Insurance	12,283	12,057
Training	11,130	9,862
Motor vehicle expenses	9,004	18,355
Legal and professional fees	12,642	12,505
Telephone and computer	8,175	7,105
Other office costs	4,700	2,248
Depreciation	48,162	46,082
Other interest payable and similar charges	6,541	10,873
	1,240,130	1,106,115
Total expenditure	1,240,130	1,106,115
Net income	319,165	115,080

The Carningli Trust Ltd

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2020

	2020 £	2019 £
Expenditure on charitable activities		
Assistance of vulnerable adults		
<i>Activities undertaken directly</i>		
Purchases	31,619	34,887
Rates and water	6,001	11,563
Light and heat	14,230	15,294
Repairs and maintenance	16,983	32,507
Insurance	12,283	12,057
Training	11,130	9,862
Motor vehicle expenses	9,004	18,355
Legal and professional fees	6,153	6,325
Telephone and computer	8,175	7,105
Other office costs	4,700	2,248
	<u>120,278</u>	<u>150,203</u>
Depreciation, amortisation and other similar costs		
<i>Activities undertaken directly</i>		
Depreciation	<u>48,162</u>	<u>46,082</u>
Staff costs		
<i>Activities undertaken directly</i>		
Wages	968,875	827,577
Employer's NIC	70,543	51,670
Pension costs	19,242	13,530
	<u>1,058,660</u>	<u>892,777</u>
Governance costs		
Audit fees	6,489	6,180
Governance costs - other finance costs	6,541	10,873
	<u>13,030</u>	<u>17,053</u>
Expenditure on charitable activities	<u>1,240,130</u>	<u>1,106,115</u>