

WIRRELDERLY

England & Wales · Charity number 700121

Details

Other names ELDERHOLME

Status Registered

Legal form Charitable company

Company number [02120194](#)

Registered 1988-04-19

Register [View on the Charity Commission register](#)

Contact

Address Elderholme Nursing Home
Clatterbridge Rd
Bebington
Wirral
CH63 4JY

Phone 01513340200

Email enquiries@elderholme.co.uk

Website www.elderholme.co.uk

Activities

Objects: 1 TO RELIEVE THE AGED PARTICULARLY BUT NOT EXCLUSIVELY THOSE WHO ARE RESIDENT IN THE BOROUGH OF WIRRAL. 2. TO MAINTAIN AND CONDUCT A RESIDENTIAL NURSING HOME TO RELIEVE AND CARE FOR THE AGED WITH THE EXCEPTION OF THOSE WHOSE PREDOMINANT PROBLEM IS THAT OF MENTAL INFIRMITY. 3. TO CONDUCT, UNDERTAKE AND PROMOTE OR ENCOURAGE RESEARCH INTO THE CARE AND TREATMENT OF THE AGED AND TO PROVIDE FOR THE DISSEMINATION OF THE RESULTS OF SUCH RESEARCH. 4. TO PROMOTE, ENCOURAGE OR ASSIST IN THE TEACHING OR TRAINING OF DOCTORS, NURSES, PHYSIOTHERAPISTS AND OTHER PERSONS ENGAGED IN ANY BRANCH OF MEDICINE, SURGERY, NURSING OR ALLIED SERVICES AND IN THE TEACHING OR TRAINING OF STUDENTS IN ANY BRANCH OF MEDICINES, SURGERY, SURGERY, NURSING OR ALLIED SERVICES.

Activities: The provision of the highest standard of residential nursing care to its clients

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services
- **What:** The Advancement Of Health Or Saving Of Lives
- **Who:** Elderly/old People, People With Disabilities

Geography

- **Area of benefit:** BOROUGH OF WIRRAL
- Wirral

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£5,653,123	£5,212,133	£3,490,989	156
2024-03-31	£4,655,564	£4,424,835	£3,049,999	138
2023-03-31	£3,954,820	£3,852,016	£2,819,270	142
2022-03-31	£4,127,335	£4,031,438	£2,716,466	139
2021-03-31	£4,161,140	£4,099,782	£2,620,569	142

Trustees

Name	Role	Appointed
Lawson Stebbings	Chair	2022-05-26
Aled Butterfield Cadwallader		2022-02-24
Barbara Patricia Robinson		2021-06-24
Dr Olusola Faluyi		2021-07-29
Graham Rourke		2022-08-25
Mark John Duckworth		2013-07-22
Michael Arthur Paddock		2019-10-31
Suzanne Jenkin		2015-01-08

WIRRELDERLY

England & Wales - Charity number 700121

Accounts

Charity registration number 700121 (England and Wales)

Company registration number 02120194

WIRRELDERLY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

WIRRELDERLY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A Cadwallader Mr M Duckworth Dr O O Faluyi Mrs S Jenkin Mr S Kirkby Mr M Paddock Mrs B P Robinson Mr G Rourke Mr L Stebbings (Chairman)
Chief Executive Officer & Secretary	Ms R Zabeliauske
Charity number	700121
Company number	02120194
Principal address	Elderholme Clatterbridge Road Bebington Wirral CH63 4JY
Registered office	Elderholme Clatterbridge Road Bebington Wirral CH63 4JY
Auditor	DSG Audit Castle Chambers 43 Castle Street Liverpool L2 9TL
Bankers	Barclays Bank plc

WIRRELDERLY

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WIRRELDERLY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2025

The trustees present their annual report and financial statements for the year ended 31 March 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objectives and activities of the charity are:

To provide care for the highly dependent, frail and elderly and those requiring long term or end of life care.

To relieve the aged and infirm, particularly, but not exclusively, those who are residents in the Borough of Wirral.

To maintain and conduct a residential nursing home and provide other health and social care services.

To conduct undertake and promote or encourage research into care and treatment of the aged and infirm and to provide for the dissemination of the results of such research.

To promote, encourage or assist in the teaching or training of doctors, nurses, physiotherapists, administrators and managers and other persons engaged in any branch of medicine.

To provide professional and personal care of the highest standard to all residents in its care.

To maintain the highest standard of care and make improvements where identified.

To monitor its service provision and endeavour to provide the highest level of care.

We monitor performance against a number of key performance indicators including :- occupancy levels , staff turnover and average fee per week.

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

Achievements and performance

The Charity has had another successful year, receiving ongoing positive feedback from various stakeholders and experiencing further business growth. There has also been continued stability in key management and the Board, which has contributed to consistent improvements in the service provided.

The Board continued to manage the Charity's funds cautiously, maintaining sufficient reserves to cope with emergencies at all times. All major and ethical decisions have been taken by the Trustees and fully minuted in the statutory books. Board meetings have been held every 6–7 weeks on the premises. The Trustees have been fully informed, both in writing and verbally, of all aspects of the Charity's operations by the Chief Executive.

The Charity launched a new interactive website and improved its online presence and visibility, which was necessary to promote the excellent healthcare services offered in the area and to make information and contact with the Charity more easily accessible to various users.

A full refurbishment of the courtyard garden was completed in summer 2024, providing service users and visitors with another accessible, safe, and relaxing outdoor space. The Charity also renewed all garden furniture and umbrellas to make the outdoor space more comfortable and enjoyable for everyone.

To maintain high standards of cleanliness and hygiene and keep the Home as safe as possible for our vulnerable residents, the Charity invested further in sluice equipment replacement and continued to provide high-quality personal protective equipment for frontline staff.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2025

A full refurbishment of one of the larger accessible bathrooms was also completed, enabling a more enjoyable and relaxing experience for its users.

One of the bedrooms has been adapted to care for a bariatric service user, assisting the local hospital with longer-term placements and helping to free up a hospital bed.

Following a full review of the catering department, kitchen operations were changed to prioritise smoother service, better quality, safer and more compliant food, and a more varied menu for service users. An upgrade in kitchen equipment was also required, and three combi ovens were purchased to enable a more environmentally friendly and energy-efficient way of cooking.

Due to the increasing reliance on IT and various software for compliance and record-keeping, the Charity continues to invest in renewing computers and other IT equipment to ensure all systems work efficiently and securely.

The previous care recording software, used for over 12 years, has now been upgraded to a system better suited to the Home and its residents. This allows care staff to replace paper charts with live electronic care recording on provided devices. This upgrade enables management to better oversee, audit, and improve the quality of care. The software is expected to offer AI features in summer 2025, which the Home hopes will further enhance care documentation.

An electronic medication administration system has also been in place for the past couple of years, reducing the likelihood of statistical errors by nursing staff on paper records and allowing better oversight and management of medicines.

The Charity has begun work on an overall operational sustainability policy and carbon reduction action plan. The Trustees have instructed Management to prioritise environmentally friendly practices and apply higher criteria when selecting new contractors or renewing services with existing partners, ensuring they are conscious of sustainability and operate in environmentally friendly ways.

Due to increasing needs and health complexities of service users, the Charity has increased staffing levels accordingly. As a result, the total number of employees rose by approximately 20% compared to the previous year. However, challenges in recruiting suitable candidates have persisted due to local workforce shortages. While recruitment continues to support growth, additional skills, and natural staff turnover, agency costs have remained controlled. Every effort has been made to reduce these costs to ensure the best quality and consistency of care for residents.

The Charity continued to offer Real Living Wage rates to all staff in recognition of their outstanding efforts and to support them during the cost-of-living crisis. However, any increases in pay rates remained restricted, depending on payments received from public funding authorities for care provided to service users.

With the public health service reducing eligibility criteria for funding specialised equipment, the Charity has continued to do its best to purchase and provide necessary specialised care equipment and seating for service users, enabling them to enjoy daily living activities and remain mobile, safe, and comfortable. A highly skilled and experienced physiotherapist employed by Elderholme has been providing advice and support to residents where required to ensure best practices are followed.

The minibus has been used for day trips, activities, and transporting service users to appointments whenever the volunteer driver has been available. The Home has maintained a varied activities programme, creating a stimulating atmosphere suitable for all ages, tastes, and abilities, including visiting entertainers at least every fortnight.

Health and safety and fire risks have been thoroughly reviewed by the Board, and authorisation has been given to Management to proceed with various improvements throughout the year to keep staff and residents as safe as possible.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2025

Financial review

The results for the year and the charity's financial position at the end of the year are shown in the attached financial statements.

The charity registered the income for the year of £5,663,123 compared to £4,655,564 for the year to 31 March 2024. As a non-profit making charity fee levels are kept as low as possible commensurate with financial viability.

Reserves policy

The trustees have assessed that the level of general reserves required in the normal course of the charitable company's activity should be maintained at a level equivalent to between three and six months expenditure which represents approximately £1.3m - £2.6m. This is to meet the day-to-day requirements of providing the high level of care which the charitable company aims to give. On 31 March 2025 undesignated general reserves were £1,139,330 (2024: £853,078) which is below target level. However, the trustees do not see this as a significant concern given the future plans for the charity.

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund, in addition to the revaluation reserve, reflects the net book value of the tangible fixed assets used operationally by the charity net of loans secured on them.

Risk policy

The Trustees have assessed the major risks to which the Charity is exposed and, together with senior management, review them regularly. These risks and uncertainties include:

- Inadequate funding from local authorities to cover the real cost of nursing care
- Long-term impact of National Insurance increase for full-time staff from 13.8% to 15%, and reduction in the threshold from £9,100 to £5,000, making the organisation liable for full NI tax on part-time staff
- Significantly increased living wage rates, raising overall staffing costs
- Continuing inflation, rising contractor fees, and high utility costs
- Challenges in generating sufficient surplus to achieve required improvements and enable desired investments for the benefit of residents and staff
- Keeping up with ever-changing compliance requirements from the Care Quality Commission, local authority, and NHS
- Difficulty in recruiting and retaining suitable and competent staff with sufficient knowledge, skills, and experience
- Competition from other care homes providing similar services

Future Plans

The Trustees are particularly interested in further improving service users' quality of life and experience during their stay at Elderholme by expanding and enhancing the activities programme and outdoor spaces.

Plans include:

- Continuing to improve catering by introducing Apetito services and menus for a wider selection of meals, improved allergy safety, and better food compliance
- Upgrading the nurse call system to improve staff response times, efficiency, and safety when responding to residents' care needs
- Continuing investment in specialised service user equipment and furniture replacement to support residents' comfort and mobility
- Introducing a staff overtime scheme to reward loyal and consistently present employees, creating better opportunities to enhance earnings and support cost-of-living challenges
- Developing and implementing a carbon reduction and sustainability improvement policy and action plan to guide all staff at Elderholme towards achieving environmental compliance goals
- Continuing improvements in communications and IT to achieve Cyber Essentials Plus certification
- Exploring the acquisition of additional land for future expansion, as well as improvements to the current building and optimisation of freehold land to enhance facilities and parking space over the coming years

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2025

Structure, governance and management

Wirrelderly is a company, limited by guarantee, which was incorporated on 6th April 1987 (Company Number: 02120194) and a registered charity (Charity Number: 700121) and is governed by its Memorandum and Articles of Association. The charity operates under the name Elderholme Nursing Home.

The trustees, who are also the directors for the purpose of company law, who served during the year were:

Mr A Cadwallader
Mr M Duckworth
Dr O O Faluyi
Mrs S Jenkin
Mr S Kirkby
Mr M Paddock
Mrs B P Robinson
Mr G Rourke
Mr L Stebbings (Chairman)

None of the trustees has any beneficial interest in the charitable company.

New trustees are elected at a meeting of the board of trustees. It is the responsibility of the board to ensure that the appointment of trustees provides the full range of abilities and skills which are needed to ensure the effective governance of the charity.

A new Resolution was signed in March 2022 establishing a paid chairman's position in the organisation, authorising remuneration in recognition of a high level of knowledge, skills and experience to lead the Board. From May 2022, Mr Lawson Stebbings has been appointed by the Board as a Chairman with a small reimbursement for his services.

All trustees are covered by the charity's directors and officers insurance.

In accordance with the memorandum and articles the following retire by rotation and being eligible offer themselves for re-election:

Mr A Cadwallader
Ms S Jenkin
Mr S Kirkby

The board of trustees govern the policy of the charity. All trustees give of their time freely and no remuneration was paid in the year. The management of the charity is delegated to the Chief Executive Officer who is responsible to the board of trustees for all aspects of the operation of the charity. There is also in place a full operational management team of Matron/Manager, Human Resources Manager and the Financial Administrator to support the Chief Executive Officer. However, the ultimate responsibility for the quality and range of service provided is the responsibility of the trustees, who meet on a monthly basis.

The trustees have responsibility for setting the pay and remuneration of the charity's key personnel and this is done on an annual basis, including a formal cost of living review. Salaries are benchmarked with other similar organisations across the sector.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2025

Auditor

In accordance with the company's articles, a resolution proposing that DSG Audit be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

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

Lawson Stebbings

Mr L Stebbings (Chairman)

Trustee

Dated: 23 October 2025

WIRRELDERLY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2025

The trustees, who are also the directors of Wirrelderly for the purpose 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 trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WIRRELDERLY

Opinion

We have audited the financial statements of Wirrelderly (the 'charitable company') for the year ended 31 March 2025 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2025 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; and
- 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 charitable company 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 charitable company'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.

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 contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF WIRRELDERLY

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF WIRRELDERLY

Capability of the audit in detecting irregularities, including fraud

Based on our discussions with the charity's management and the Trustees, we identified that the following laws and regulations are significant to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements include UK financial reporting standards and Charity Law.
- Those laws and regulations for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with the charitable objectives, public benefit, fundraising regulations, safeguarding, health and safety legislation, and the care sector regulatory framework (including the Health and Social Care Act 2008, CQC Fundamental Standards, data protection and equality requirements).

These matters were discussed amongst the engagement team at the planning stage and the team remained alert to non-compliance throughout the audit.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and the Trustees as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of Trustee meeting minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

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



Jean Ellis BA FCA CTA (Senior Statutory Auditor)

For and on behalf of DSG Audit, Statutory Auditor

Chartered Accountants

Castle Chambers

43 Castle Street

Liverpool

L2 9TL

23 October 2025

WIRRELDERLY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2025

		Unrestricted funds 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
	Notes				
Income from:					
Donations and legacies	3	4,711	2,124	5,000	7,124
Charitable activities	4	5,644,623	4,645,402	-	4,645,402
Investments	5	3,789	3,038	-	3,038
Total income		<u>5,653,123</u>	<u>4,650,564</u>	<u>5,000</u>	<u>4,655,564</u>
Expenditure on:					
Charitable activities	6	5,202,034	4,405,838	5,000	4,410,838
Other expenditure	11	10,099	13,997	-	13,997
Total expenditure		<u>5,212,133</u>	<u>4,419,835</u>	<u>5,000</u>	<u>4,424,835</u>
Net income and movement in funds		440,990	230,729	-	230,729
Reconciliation of funds:					
Fund balances at 1 April 2024		<u>3,049,999</u>	<u>2,819,270</u>	<u>-</u>	<u>2,819,270</u>
Fund balances at 31 March 2025		<u>3,490,989</u>	<u>3,049,999</u>	<u>-</u>	<u>3,049,999</u>

WIRRELDERLY

BALANCE SHEET

AS AT 31 MARCH 2025

	Notes	2025		2024	
		£	£	£	£
Fixed assets					
Tangible assets	13		2,680,014		2,609,565
Current assets					
Stocks	14	3,928		3,928	
Debtors	15	475,964		542,882	
Cash at bank and in hand		1,033,479		662,255	
		<u>1,513,371</u>		<u>1,209,065</u>	
Creditors: amounts falling due within one year	16	<u>(452,581)</u>		<u>(443,215)</u>	
Net current assets			<u>1,060,790</u>		<u>765,850</u>
Total assets less current liabilities			<u>3,740,804</u>		<u>3,375,415</u>
Creditors: amounts falling due after more than one year	17		<u>(249,815)</u>		<u>(325,416)</u>
Net assets			<u>3,490,989</u>		<u>3,049,999</u>
The funds of the charitable company					
Unrestricted funds	21		<u>3,490,989</u>		<u>3,049,999</u>
			<u>3,490,989</u>		<u>3,049,999</u>

The financial statements were approved by the trustees on 23 October 2025

Lawson Stebbings

Mr L Stebbings (Chairman)

Trustee

Company registration number 02120194 (England and Wales)

WIRRELDERLY

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2025

	Notes	2025 £	£	2024 £	£
Cash flows from operating activities					
Cash generated from operations	25		713,728		386,901
Investing activities					
Purchase of tangible fixed assets		(251,868)		(151,570)	
Investment income received		3,789		3,038	
		<hr/>		<hr/>	
Net cash used in investing activities			(248,079)		(148,532)
Financing activities					
Repayment of bank loans		(94,425)		(81,876)	
		<hr/>		<hr/>	
Net cash used in financing activities			(94,425)		(81,876)
Net increase in cash and cash equivalents			371,224		156,493
Cash and cash equivalents at beginning of year			662,255		505,762
			<hr/>		<hr/>
Cash and cash equivalents at end of year			1,033,479		662,255
			<hr/> <hr/>		<hr/> <hr/>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

Charity information

Wirrelderly is a private company limited by guarantee incorporated in England and Wales. The registered office is Elderholme, Clatterbridge Road, Bebington, Wirral, CH63 4JY. The principal activities of the charity are disclosed in the Trustees Report.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

1.4 Incoming resources

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

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

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Resources expended are accounted for on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Expenditure is stated inclusive of VAT as the charitable company is not VAT registered.

Charitable expenditure comprises direct expenditure in the furtherance of the charitable company's objectives.

Governance costs are the costs associated with the governance arrangements of the charitable company which relate to the general running of the charitable company as opposed to those costs associated with fundraising or charitable activity. Included within this category are costs associated with the strategic as opposed to day-to-day management of the charitable company's activities, those incurred in the governance of its assets and are associated with constitutional and statutory requirements.

Support costs all relate to the charitable activity which is the provision of care for the highly dependent, frail and elderly of Wirral.

1.6 Tangible fixed assets

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

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

Land and buildings	2% straight line
Plant and machinery	between 10% and 33.3% straight line, 15% reducing balance
Fixtures, fittings & equipment	33.3% reducing balance
Motor vehicles	25% reducing balance

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

1.7 Impairment of fixed assets

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/ (expenditure for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.8 Stocks

Kitchen and cleaning stock is stated at cost less impairment loss (if any).

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

1.12 Retirement benefits

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

1.13 Taxation

Wirrelderly is a registered charity and is thus exempt from tax on income and gains falling within sections 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to charitable objects. No tax charges have arisen in the charitable company.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

2 Critical accounting estimates and judgements

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

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

3 Income from donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Donations and gifts	4,711	-	4,711	2,124	-	2,124
Grants	-	-	-	-	5,000	5,000
	<u>4,711</u>	<u>-</u>	<u>4,711</u>	<u>2,124</u>	<u>5,000</u>	<u>7,124</u>

4 Incoming resources from charitable activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Residents' fees	<u>5,644,623</u>	<u>4,645,402</u>

5 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Interest receivable	<u>3,789</u>	<u>3,038</u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

6 Expenditure on charitable activities

	Charitable activities 2025 £	Charitable activities 2024 £
Direct costs		
Staff costs	4,143,466	3,437,655
Depreciation and impairment	171,320	141,882
Medical supplies and services	93,268	99,824
Catering	153,582	139,171
Laundry	92,409	50,250
Premises	280,010	315,341
Finance charges	25,171	31,877
Sundry expenses	55,720	48,739
Equipment hire	42,996	31,067
	<u>5,057,942</u>	<u>4,295,806</u>
Share of support and governance costs (see note 7)		
Support	134,514	106,232
Governance	9,578	8,800
	<u>5,202,034</u>	<u>4,410,838</u>
Analysis by fund		
Unrestricted funds	5,202,034	4,405,838
Restricted funds	-	5,000
	<u>5,202,034</u>	<u>4,410,838</u>

Support costs are all attributable to the charitable company's one activity.

7 Support costs allocated to activities

	2025 £	2024 £
Computer costs	24,745	18,485
Telephone	3,977	2,826
Travel expenses	9,086	6,323
Legal fees	10,748	6,485
Professional fees	56,781	42,312
Printing, postage and stationery	15,066	21,278
Training	14,111	8,523
Governance costs	9,578	8,800
	<u>144,092</u>	<u>115,032</u>
Analysed between:		
Charitable activities	<u>144,092</u>	<u>115,032</u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

7 Support costs allocated to activities (Continued)

	2025	2024
	£	£
Governance costs comprise:		
Audit fees	9,578	8,800
	<u>9,578</u>	<u>8,800</u>

8 Net movement in funds 2025 £ 2024 £

The net movement in funds is stated after charging/(crediting):

Fees payable for the audit of the charity's financial statements	9,578	8,800
Depreciation of owned tangible fixed assets	171,320	141,882
Loss on disposal of tangible fixed assets	10,099	13,997
	<u>191,000</u>	<u>164,679</u>

9 Trustees

As permitted by the charity's Articles of Association, one of the trustees, Mr Lawson Stebbings, received remuneration of £16,536 (2024: £15,756) during the year for his role as Chair in recognition of his high level of knowledge, skills and experience to lead the Board.

No trustees were reimbursed for expenses (2024- nil) during the year.

10 Employees

The average monthly number of employees during the year was:

	2025	2024
	Number	Number
Nursing	126	106
Catering & domestic	25	26
Administrative	5	6
Total	<u>156</u>	<u>138</u>

	2025	2024
	£	£
Employment costs		
Wages and salaries	3,815,880	3,168,470
Social security costs	272,352	222,973
Other pension costs	55,234	46,212
	<u>4,143,466</u>	<u>3,437,655</u>

Termination payments totalling £11,500 were made during the year (2024 £nil), including £8,000 paid on an ex gratia basis.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

10 Employees

(Continued)

Employment costs include £580,308 (2024: £350,404) in respect of payments made to agency staff.

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

	2025 Number	2024 Number
£70,001 - £80,000	2	2

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2025 £	2024 £
Aggregate compensation	192,075	182,791

11 Other expenditure

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Net loss on disposal of tangible fixed assets	10,099	13,997

12 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

13 Tangible fixed assets

	Land and buildings	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost or valuation					
At 1 April 2024	3,331,281	784,298	214,838	25,645	4,356,062
Additions	113,865	30,177	107,826	-	251,868
Disposals	-	(140,315)	(32,715)	-	(173,030)
At 31 March 2025	3,445,146	674,160	289,949	25,645	4,434,900
Depreciation and impairment					
At 1 April 2024	1,007,600	616,939	102,397	19,561	1,746,497
Depreciation charged in the year	66,677	45,161	57,961	1,521	171,320
Eliminated in respect of disposals	-	(137,912)	(25,019)	-	(162,931)
At 31 March 2025	1,074,277	524,188	135,339	21,082	1,754,886
Carrying amount					
At 31 March 2025	2,370,869	149,972	154,610	4,563	2,680,014
At 31 March 2024	2,323,681	167,359	112,441	6,084	2,609,565

Freehold land and buildings have been pledged to secure borrowings of the charitable company.

The property was valued on an open market basis by Fletcher Ramos & Co, Wirral, a firm of independent surveyors in 1995. Previously the company had taken advantage of the exemption in FRS 15 not to revalue the property. As permitted by FRS 102 the company will continue to adopt this policy with the revalued amount being treated as deemed historic cost on transition.

At 31 March 2025, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £2,250,868 (2024: £2,197,680). The £6,000 reduction in the revaluation reserve represents the difference between the annual depreciation charge on cost and the charge on the revalued amount of the land & buildings.

Included in land and buildings is land at cost of £68,589 (2024: £68,589) which is not depreciated.

14 Stocks

	2025 £	2024 £
Raw materials and consumables	3,928	3,928

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

15 Debtors

	2025	2024
	£	£
Amounts falling due within one year:		
Trade debtors	365,660	477,430
Prepayments and accrued income	110,304	65,452
	<u>475,964</u>	<u>542,882</u>

16 Creditors: amounts falling due within one year

	Notes	2025	2024
		£	£
Bank loans	18	94,423	113,247
Other taxation and social security		55,868	66,776
Trade creditors		65,366	62,589
Other creditors		64,826	38,938
Accruals and deferred income		172,098	161,665
		<u>452,581</u>	<u>443,215</u>

17 Creditors: amounts falling due after more than one year

	Notes	2025	2024
		£	£
Bank loans	18	249,815	325,416
		<u>249,815</u>	<u>325,416</u>

18 Loans and overdrafts

	2025	2024
	£	£
Bank loans	344,238	438,663
	<u>344,238</u>	<u>438,663</u>
Payable within one year	94,423	113,247
Payable after one year	249,815	325,416
	<u>344,238</u>	<u>438,663</u>
Amounts included above which fall due after five years:		
Payable by instalments	-	16,817
	<u>-</u>	<u>16,817</u>

The bank loans are secured by fixed charges over the premises, known as Elderholme, Clatterbridge Road, Bebington, Wirral.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

18 Loans and overdrafts

(Continued)

The charity has three loan balances due to Barclays Bank Plc.

A long term loan balance of £263,053 (2024: £307,569) matures on 4/2/2030. Repayments on this loan are made on a quarterly basis. Interest on the loan is charged at a rate of 1.37% over base.

A loan facility of £300,000 to assist with the funding for the cost of refurbishments. At the period end a balance of £65,302 (2024: £105,075) was due on this loan. Interest on the loan is charged at 2.6% over base. Repayments are made on a monthly basis with the final repayment due by September 2026.

A Bounce Back Loan of £15,883 (2024: £26,019) received in October 2020. No repayment of capital was required during the first 12 months of the loan. Repayments will be made in 60 monthly instalments starting 13 months after the drawdown. Interest on the loan is to be charged at 2.5% per annum, fixed for the duration of the loan. During the first 12 months, the UK Government paid interest due under this loan.

19 Retirement benefit schemes

	2025	2024
	£	£
Charge to profit or loss in respect of defined contribution schemes	55,234	46,212

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

20 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

Previous year:	At 1 April 2023	Incoming resources	Resources expended	At 31 March 2024
	£	£	£	£
Digital Social Care Records	-	5,000	(5,000)	-

Wirral Council supported the implementation of digital social care records during the year.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

21 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2024	Incoming resources	Resources expended	Transfers	At 31 March 2025
	£	£	£	£	£
Tangible fixed asset fund	2,070,921	-	-	160,738	2,231,659
Revaluation reserve	126,000	-	-	(6,000)	120,000
General funds	853,078	5,653,123	(5,212,133)	(154,738)	1,139,330
	<u>3,049,999</u>	<u>5,653,123</u>	<u>(5,212,133)</u>	<u>-</u>	<u>3,490,989</u>
	<u><u>3,049,999</u></u>	<u><u>5,653,123</u></u>	<u><u>(5,212,133)</u></u>	<u><u>-</u></u>	<u><u>3,490,989</u></u>
Previous year:	At 1 April 2023	Incoming resources	Resources expended	Transfers	At 31 March 2024
	£	£	£	£	£
Tangible fixed asset fund	1,997,168	-	-	73,753	2,070,921
Revaluation reserve	132,000	-	-	(6,000)	126,000
General funds	690,102	4,650,564	(4,419,835)	(67,753)	853,078
	<u>2,819,270</u>	<u>4,650,564</u>	<u>(4,419,835)</u>	<u>-</u>	<u>3,049,999</u>
	<u><u>2,819,270</u></u>	<u><u>4,650,564</u></u>	<u><u>(4,419,835)</u></u>	<u><u>-</u></u>	<u><u>3,049,999</u></u>

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund, in addition to the revaluation reserve, reflects the net book value of the tangible fixed assets used operationally by the charity net of loans secured on them.

22 Financial commitments, guarantees and contingent liabilities

There is a contingent liability of £300,000 in the event of a disposal of the property or its change of use.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

23 Operating lease commitments

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2025 £	2024 £
Within one year	18,894	25,184
Between two and five years	6,728	10,009
	<u>25,622</u>	<u>35,193</u>

24 Related party transactions

Related party transactions are disclosed in notes 9 and 10.

There were no other related party transactions in the year.

25 Cash generated from operations

	2025 £	2024 £
Surplus for the year	440,990	230,729
Adjustments for:		
Investment income recognised in statement of financial activities	(3,789)	(3,038)
Loss on disposal of tangible fixed assets	10,099	13,997
Depreciation and impairment of tangible fixed assets	171,320	141,882
Movements in working capital:		
Decrease/(increase) in debtors	66,918	(113,512)
Increase in creditors	28,190	116,843
Cash generated from operations	<u>713,728</u>	<u>386,901</u>

26 Analysis of changes in net funds

	At 1 April 2024 £	Cash flows £	At 31 March 2025 £
Cash at bank and in hand	662,255	371,224	1,033,479
Loans falling due within one year	(113,247)	18,824	(94,423)
Loans falling due after more than one year	(325,416)	75,601	(249,815)
	<u>223,592</u>	<u>465,649</u>	<u>689,241</u>

WIRRELDERLY

England & Wales - Charity number 700121

Accounts

Charity registration number 700121

Company registration number 02120194 (England and Wales)

WIRRELDERLY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

WIRRELDERLY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A B Cadwallader Mr M J Duckworth Dr O Faluyi Mrs S Jenkin Mr S S Kirkby Mr M A Paddock Mrs B P Robinson Mr G Rourke Mr L Stebbings (Chairman)
Chief Executive Officer & Secretary	Ms R Zabeliauske
Charity number	700121
Company number	02120194
Principal address	Elderholme Clatterbridge Road Bebington Wirral CH63 4JY
Registered office	Elderholme Clatterbridge Road Bebington Wirral CH63 4JY
Auditor	DSG Audit Castle Chambers 43 Castle Street Liverpool L2 9TL
Bankers	Barclays Bank plc

WIRRELDERLY

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WIRRELDERLY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2024

The trustees present their annual report and financial statements for the year ended 31 March 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objectives and activities of the charity are:

To provide care for the highly dependent, frail and elderly and those requiring long term or end of life care.

To relieve the aged and infirm, particularly, but not exclusively, those who are residents in the Borough of Wirral.

To maintain and conduct a residential nursing home and provide other health and social care services.

To conduct undertake and promote or encourage research into care and treatment of the aged and infirm and to provide for the dissemination of the results of such research.

To promote, encourage or assist in the teaching or training of doctors, nurses, physiotherapists, administrators and managers and other persons engaged in any branch of medicine.

To provide professional and personal care of the highest standard to all residents in its care.

To maintain the highest standard of care and make improvements where identified.

To monitor its service provision and endeavour to provide the highest level of care.

We monitor performance against a number of key performance indicators including :- occupancy levels , staff turnover and average fee per week.

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

Achievements and performance

The Charity has had one of the most successful years with recognition from the regulators, continuing positive feedback from various stakeholders and further growth in business.

There is no doubt that stability in key management and the Board contributed to this. The Trustees continued to manage the Charity's funds in a cautious manner always keeping sufficient reserves to cope with emergencies. All major and ethical decisions continued to be taken by the Board of Trustees and have been fully minuted in the statutory books. Board meetings have been held every 6-7 weeks on the premises. The Trustees have been fully informed in writing and orally of all aspects of the Charity's operation by the Chief Executive.

In 2023 Elderholme was inspected by Care Quality Commission and Local Authority resulting in "good" and "excellent" ratings. The Board and Management team are very pleased that improvements in compliance of the service have been recognised during both inspections. This raised nursing staff morale and motivated the team to seek for new skills and further improvements in care and practices and continued learning to provide care to all age adult individuals with even wider variety of complex health conditions. To ensure they are well equipped, staff had another year of various training and workshops.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2024

Due to continuing emphasis on achieving a good standard of cleanliness and hygiene, and reducing any risks of infections in care environment, the Charity invested in further replacement of carpets with good quality vinyl floor.

Dining room furniture has been replaced to enable a more comfortable dining experience for the service users and visitors and a fresher look for the Home. Lounges, corridors and bedrooms decor improvements continued. Private spaces for sensory and family rooms have been adopted or created. New furniture and curtains for some public areas of the home have been purchased and installed.

A new telephone system has been installed and enabled a more efficient communication internally and with external stakeholders. Computers and other IT equipment replacement has been ongoing to enable all systems to work efficiently and securely.

The previous care recording software has been used for over 12 years and in early 2024 has been upgraded to the latest in the market and well recognised by the regulators, allowing the care staff to replace paper charts with creating live care recording electronically on the hand held devices. This enabled the management to better oversee, audit and improve the quality of care.

A better compliance and oversight supporting electronic medication administration system has also been implemented from autumn 2023. This reduced the likelihood of statistic errors nursing staff may make on paper records and also allowed a better oversight and management of medicines.

Due to increasing needs of the service users, the Charity had to accordingly increased their staffing levels. Challenges in recruiting the right candidates has been ongoing due to workforce shortages both locally and nationwide. While continuously recruiting for growth and natural staff turnover, the agency costs remained well managed and consistent however every effort has been made to reduce it to ensure the best quality and consistency of care for the residents.

The Charity continued to offer above Real Living Wage rates to all staff for their amazing efforts and also as support coping with cost of living crisis. However any increases in pay rates remain restricted depending on the payments received from the public funding authorities for care provided to the service users.

With the public health service reducing eligibility criteria for funding any specialised equipment, the Charity continues to do its best in purchasing and providing necessary specialised care equipment and seating to the service users where possible to enable them to enjoy all daily living activities and continue to stay mobile, safe and comfortable at all times. A highly skilled and experienced physiotherapist, employed by Elderholme, has been available to provide advice and support to our residents where required to ensure the best practices have been followed.

The minibus has been utilised for day trips, activities and transporting service users for appointments where possible. The Home has had a varied activities programme creating a very stimulating atmosphere and suitable to all ages, tastes and abilities. The Charity purchased an interactive mobile smart touch screen to enable more activities and fun time which can be utilised round the Home as well as taken into residents' rooms for individual sessions.

To ensure there is no disruption in operations due to aging, three water boilers have been replaced.

It has been noted that the increasing likelihood of rather extreme heatwaves in summers started to present challenges for staff and residents to cope with heat, installation of air conditioning system in five locations in the building has been completed.

Fire risks have been thoroughly reviewed by the Board and authorisation to install fire suppression system in the kitchen and full survey of all fire doors and any other fire safety measures has been completed.

The Trustees have been kept informed regarding any Health and Safety concerns in the Home, most of which has been addressed immediately by the management to ensure a safe environment to residents, visitors and staff at all times.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2024

Financial review

The results for the year and the charity's financial position at the end of the year are shown in the attached financial statements.

The charity registered the income for the year of £4,655,564 compared to £3,954,820 for the year to 31 March 2023. As a non-profit making charity fee levels are kept as low as possible commensurate with financial viability.

Reserves policy

The trustees have assessed that the level of general reserves required in the normal course of the charitable company's activity should be maintained at a level equivalent to between three and six months expenditure which represents approximately £1m - £2m. This is to meet the day-to-day requirements of providing the high level of care which the charitable company aims to give. On 31 March 2024 undesignated general reserves were £853,078 (2023: £690,102) which is below target level. However, the trustees do not see this as a significant concern given the future plans for the charity.

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund, in addition to the revaluation reserve, reflects the net book value of the tangible fixed assets used operationally by the charity net of loans secured on them.

Risk policy

The trustees have assessed the major risks to which the Charity is exposed to and together with senior management review them on a regular basis. The following are the risks and uncertainties facing the Charity:

- Inadequate funding from the local authorities to cover the real cost of nursing care
- Significantly increased living wage rates pushing up the overall staffing cost
- Continuing inflation, rise in contractors' fees and continuing high cost of utilities
- Challenges to generate sufficient surplus to achieve all required improvements and enable investments the Charity desires for the benefit of the residents and staff
- Keeping up with always changing compliance requirements of the Care Quality Commission, the local authority and the NHS
- Ability to recruit and retain suitable and competent staff with sufficient knowledge, skills and experience
- Competition with other care homes providing similar services

Plans for the future

The Trustees have particular interest in further improving service users quality of life and experience during their stay at Elderholme by expanding and improving activities programme.

A new interactive website and improved online presence and visibility are also seen as necessary in promoting the service and prioritised in the new financial year.

The Trustees will continue investing in further specialised service users' equipment and furniture replacement to support residents to be comfortable and mobile as much as possible in the circumstances.

Complete refurbishment of courtyard garden is planned and should be completed in summer 2024 to provide service users and visitors with another safe and relaxing outdoors space.

The Charity would like to continue with improvements in communications and IT to achieve Cybers essential Plus certification standard.

The Trustees are looking into obtaining more land for the future expansion also improvements to the current building and optimising freehold land to enable further expansion on the site over the coming years.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2024

Structure, governance and management

Wirrelderly is a company, limited by guarantee, which was incorporated on 6th April 1987 (Company Number: 02120194) and a registered charity (Charity Number: 700121) and is governed by its Memorandum and Articles of Association. The charity operates under the name Elderholme Nursing Home.

The trustees, who are also the directors for the purpose of company law, who served during the year were:

Mr A B Cadwallader
Mr M J Duckworth
Dr O Faluyi
Mrs S Jenkin
Mr S S Kirkby
Mr M A Paddock
Mrs B P Robinson
Mr G Rourke
Mr L Stebbings (Chairman)

None of the trustees has any beneficial interest in the charitable company.

New trustees are elected at a meeting of the board of trustees. It is the responsibility of the board to ensure that the appointment of trustees provides the full range of abilities and skills which are needed to ensure the effective governance of the charity.

A new Resolution was signed in March 2022 establishing a paid chairman's position in the organisation, authorising remuneration in recognition of a high level of knowledge, skills and experience to lead the Board. From May 2022, Mr Lawson Stebbings has been appointed by the Board as a Chairman with a small reimbursement for his services.

In accordance with the memorandum and articles the following retire by rotation and being eligible offer themselves for re-election:

Ms B Robinson
Mr G Rourke
Mr L Stebbings

The board of trustees govern the policy of the charity. All trustees give of their time freely and no remuneration was paid in the year. The management of the charity is delegated to the Chief Executive Officer who is responsible to the board of trustees for all aspects of the operation of the charity. There is also in place a full operational management team of Matron/Manager, Human Resources Manager and the Financial Administrator to support the Chief Executive Officer. However, the ultimate responsibility for the quality and range of service provided is the responsibility of the trustees, who meet on a monthly basis.

The trustees have responsibility for setting the pay and remuneration of the charity's key personnel and this is done on an annual basis, including a formal cost of living review. Salaries are benchmarked with other similar organisations across the sector.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2024

Auditor

DSG resigned as auditor on 11 September 2024. DSG Audit were appointed on 11 September 2024 and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

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

Lawson Stebbings

Mr L Stebbings (Chairman)

Trustee

Dated: 24 October 2024

WIRRELDERLY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2024

The trustees, who are also the directors of Wirrelderly for the purpose 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 trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WIRRELDERLY

Opinion

We have audited the financial statements of Wirrelderly (the 'charitable company') for the year ended 31 March 2024 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 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; and
- 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 charitable company 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 charitable company'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.

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 contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF WIRRELDERLY

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF WIRRELDERLY

Capability of the audit in detecting irregularities, including fraud

Based on our discussions with the charity's management and the Trustees, we identified that the following laws and regulations are significant to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements include UK financial reporting standards and Charity Law.
- Those laws and regulations for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with the charitable objectives, public benefit, fundraising regulations, safeguarding and health and safety legislation.

These matters were discussed amongst the engagement team at the planning stage and the team remained alert to non-compliance throughout the audit.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and the Trustees as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of Trustee meeting minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Jean Ellis BA FCA CTA (Senior Statutory Auditor)
for and on behalf of DSG Audit

24 October 2024

Chartered Accountants
Statutory Auditor

Castle Chambers
43 Castle Street
Liverpool
L2 9TL

WIRRELDERLY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2024

	Notes	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £
<u>Income from:</u>					
Donations and legacies	3	2,124	5,000	7,124	44,206
Incoming resources from charitable activities	4	4,645,402	-	4,645,402	3,910,064
Investments	5	3,038	-	3,038	550
Total income		4,650,564	5,000	4,655,564	3,954,820
<u>Expenditure on:</u>					
Charitable activities	6	4,405,838	5,000	4,410,838	3,852,016
Other	11	13,997	-	13,997	-
Total expenditure		4,419,835	5,000	4,424,835	3,852,016
Net income for the year/ Net movement in funds		230,729	-	230,729	102,804
Fund balances at 1 April 2023		2,819,270	-	2,819,270	2,716,466
Fund balances at 31 March 2024		3,049,999	-	3,049,999	2,819,270

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

WIRRELDERLY

BALANCE SHEET

AS AT 31 MARCH 2024

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	13		2,609,565		2,613,874
Current assets					
Stocks	14	3,928		3,928	
Debtors	15	542,882		429,370	
Cash at bank and in hand		662,255		505,762	
		<u>1,209,065</u>		<u>939,060</u>	
Creditors: amounts falling due within one year	16	<u>(443,215)</u>		<u>(315,585)</u>	
Net current assets			<u>765,850</u>		<u>623,475</u>
Total assets less current liabilities			<u>3,375,415</u>		<u>3,237,349</u>
Creditors: amounts falling due after more than one year	17		<u>(325,416)</u>		<u>(418,079)</u>
Net assets			<u><u>3,049,999</u></u>		<u><u>2,819,270</u></u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	21	2,070,921		1,997,168	
General unrestricted funds		853,078		690,102	
Revaluation reserve		<u>126,000</u>		<u>132,000</u>	
			<u>3,049,999</u>		<u>2,819,270</u>
			<u><u>3,049,999</u></u>		<u><u>2,819,270</u></u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 24 October 2024

Lawson Stebbings

Mr L Stebbings (Chairman)
Trustee

Company registration number 02120194

WIRRELDERLY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2024

	Notes	2024 £	£	2023 £	£
Cash flows from operating activities					
Cash generated from operations	25		386,901		142,163
Investing activities					
Purchase of tangible fixed assets		(151,570)		(91,942)	
Investment income received		3,038		550	
		<u> </u>		<u> </u>	
Net cash used in investing activities			(148,532)		(91,392)
Financing activities					
Repayment of bank loans		(81,876)		(82,772)	
		<u> </u>		<u> </u>	
Net cash used in financing activities			(81,876)		(82,772)
Net increase/(decrease) in cash and cash equivalents			156,493		(32,001)
Cash and cash equivalents at beginning of year			505,762		537,763
			<u> </u>		<u> </u>
Cash and cash equivalents at end of year			662,255		505,762
			<u> </u>		<u> </u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

Charity information

Wirrelderly is a private company limited by guarantee incorporated in England and Wales. The registered office is Elderholme, Clatterbridge Road, Bebington, Wirral, CH63 4JY. The principal activities of the charity are disclosed in the Trustees Report.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

1.4 Incoming resources

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

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

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Resources expended are accounted for on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Expenditure is stated inclusive of VAT as the charitable company is not VAT registered.

Charitable expenditure comprises direct expenditure in the furtherance of the charitable company's objectives.

Governance costs are the costs associated with the governance arrangements of the charitable company which relate to the general running of the charitable company as opposed to those costs associated with fundraising or charitable activity. Included within this category are costs associated with the strategic as opposed to day-to-day management of the charitable company's activities, those incurred in the governance of its assets and are associated with constitutional and statutory requirements.

Support costs all relate to the charitable activity which is the provision of care for the highly dependent, frail and elderly of Wirral.

1.6 Tangible fixed assets

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

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

Land and buildings	2% straight line
Plant and machinery	between 10% and 33.3% straight line, 15% reducing balance
Fixtures, fittings & equipment	33.3% reducing balance
Motor vehicles	25% reducing balance

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

1.7 Impairment of fixed assets

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/ (expenditure for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.8 Stocks

Kitchen and cleaning stock is stated at cost less impairment loss (if any).

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

1.12 Retirement benefits

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

1.13 Taxation

Wirrelderly is a registered charity and is thus exempt from tax on income and gains falling within sections 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to charitable objects. No tax charges have arisen in the charitable company.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

2 Critical accounting estimates and judgements

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

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

3 Income from donations and legacies

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Donations and gifts	2,124	-	2,124	4,873	-	4,873
Legacies receivable	-	-	-	39,333	-	39,333
Grants receivable	-	5,000	5,000	-	-	-
	<u>2,124</u>	<u>5,000</u>	<u>7,124</u>	<u>44,206</u>	<u>-</u>	<u>44,206</u>

4 Incoming resources from charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Residents' fees	<u>4,645,402</u>	<u>3,910,064</u>

5 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Interest receivable	<u>3,038</u>	<u>550</u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

6 Charitable activities

	2024 £	2023 £
Staff costs	3,437,655	3,044,016
Depreciation and impairment	141,882	122,145
Medical supplies and services	99,824	94,723
Catering	139,171	106,239
Laundry	50,250	54,827
Premises	315,341	229,490
Finance charges	31,877	21,529
Sundry expenses	48,739	30,911
Equipment hire	31,067	22,498
	<u>4,295,806</u>	<u>3,726,378</u>
Share of support costs (see note 7)	106,232	115,488
Share of governance costs (see note 7)	8,800	10,150
	<u>4,410,838</u>	<u>3,852,016</u>
Analysis by fund		
Unrestricted funds	4,405,838	3,852,016
Restricted funds	5,000	-
	<u>4,410,838</u>	<u>3,852,016</u>

Support costs are all attributable to the charitable company's one activity.

7 Support costs allocated to activities

	2024 £	2023 £
Computer costs	18,485	24,507
Telephone	2,826	2,435
Travel expenses	6,323	7,352
Legal fees	6,485	3,390
Professional fees	42,312	47,821
Printing, postage and stationery	21,278	16,933
Training	8,523	13,050
Governance costs	8,800	10,150
	<u>115,032</u>	<u>125,638</u>
Analysed between:		
Charitable activities	<u>115,032</u>	<u>125,638</u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

7 Support costs allocated to activities (Continued)

	2024	2023
	£	£
Governance costs comprise:		
Audit fees	8,800	10,150
	<u>8,800</u>	<u>10,150</u>

8 Net movement in funds 2024 £ 2023 £

The net movement in funds is stated after charging/(crediting):

Fees payable for the audit of the charity's financial statements	8,800	10,150
Depreciation of owned tangible fixed assets	141,882	122,145
Loss on disposal of tangible fixed assets	13,997	-
	<u>164,679</u>	<u>232,295</u>

9 Trustees

As permitted by the charity's Articles of Association, one of the trustees, Mr Lawson Stebbings, received remuneration of £15,756 (2023: £15,000) during the year for his role as Chair in recognition of his high level of knowledge, skills and experience to lead the Board.

No trustees were reimbursed for expenses (2023- nil) during the year.

10 Employees

The average monthly number of employees during the year was:

	2024	2023
	Number	Number
Nursing	106	110
Catering & domestic	26	27
Administrative	6	5
Total	<u>138</u>	<u>142</u>

	2024	2023
	£	£
Employment costs		
Wages and salaries	3,168,470	2,814,964
Social security costs	222,973	192,553
Other pension costs	46,212	36,499
	<u>3,437,655</u>	<u>3,044,016</u>

Included in the above salary costs are termination benefits of £nil (2023: £20,000).

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

10 Employees

(Continued)

Employment costs include £350,404 (2023: £376,088) in respect of payments made to agency staff.

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

	2024 Number	2023 Number
£60,001 - £70,000	-	2
£70,001 - £80,000	2	-
	<u> </u>	<u> </u>

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2024 £	2023 £
Aggregate compensation	101,616	85,359
	<u> </u>	<u> </u>

11 Other expenditure

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Net loss on disposal of tangible fixed assets	13,997	-
	<u> </u>	<u> </u>

12 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

13 Tangible fixed assets

	Land and buildings	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost or valuation					
At 1 April 2023	3,338,739	769,467	152,959	25,645	4,286,810
Additions	6,682	69,183	75,705	-	151,570
Disposals	(14,140)	(54,352)	(13,826)	-	(82,318)
At 31 March 2024	3,331,281	784,298	214,838	25,645	4,356,062
Depreciation and impairment					
At 1 April 2023	944,408	630,448	80,548	17,532	1,672,936
Depreciation charged in the year	65,211	40,329	34,313	2,029	141,882
Eliminated in respect of disposals	(2,019)	(53,838)	(12,464)	-	(68,321)
At 31 March 2024	1,007,600	616,939	102,397	19,561	1,746,497
Carrying amount					
At 31 March 2024	2,323,681	167,359	112,441	6,084	2,609,565
At 31 March 2023	2,394,331	139,019	72,411	8,113	2,613,874

Freehold land and buildings have been pledged to secure borrowings of the charitable company.

The property was valued on an open market basis by Fletcher Ramos & Co, Wirral, a firm of independent surveyors in 1995. Previously the company had taken advantage of the exemption in FRS 15 not to revalue the property. As permitted by FRS 102 the company will continue to adopt this policy with the revalued amount being treated as deemed historic cost on transition.

At 31 March 2024, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £2,197,680 (2023: £2,262,331). The £6,000 reduction in the revaluation reserve represents the difference between the annual depreciation charge on cost and the charge on the revalued amount of the land & buildings.

Included in land and buildings is land at cost of £68,589 (2023: £68,589) which is not depreciated.

14 Stocks

	2024 £	2023 £
Raw materials and consumables	3,928	3,928

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

15 Debtors

	2024	2023
	£	£
Amounts falling due within one year:		
Trade debtors	477,430	333,185
Prepayments and accrued income	65,452	96,185
	<u>542,882</u>	<u>429,370</u>

16 Creditors: amounts falling due within one year

	2024	2023	
	£	£	
	Notes		
Bank loans	18	113,247	102,460
Other taxation and social security		66,776	53,386
Trade creditors		62,589	58,152
Other creditors		38,938	10,188
Accruals and deferred income		161,665	91,399
		<u>443,215</u>	<u>315,585</u>

17 Creditors: amounts falling due after more than one year

	2024	2023	
	£	£	
	Notes		
Bank loans	18	325,416	418,079
		<u>325,416</u>	<u>418,079</u>

18 Loans and overdrafts

	2024	2023
	£	£
Bank loans	438,663	520,539
	<u>438,663</u>	<u>520,539</u>
Payable within one year	113,247	102,460
Payable after one year	325,416	418,079
	<u>438,663</u>	<u>520,539</u>
Amounts included above which fall due after five years:		
Payable by instalments	16,817	88,271
	<u>16,817</u>	<u>88,271</u>

The bank loans are secured by fixed charges over the premises, known as Elderholme, Clatterbridge Road, Bebington, Wirral.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

18 Loans and overdrafts

(Continued)

The charity has three loan balances due to Barclays Bank Plc.

A long term loan balance of £307,569 (2023: £344,835) matures on 4/2/2030. Repayments on this loan are made on a quarterly basis. Interest on the loan is charged at a rate of 1.37% over base.

A loan facility of £300,000 to assist with the funding for the cost of refurbishments. At the period end a balance of £105,075 (2023: £139,871) was due on this loan. Interest on the loan is charged at 2.6% over base. Repayments are made on a monthly basis with the final repayment due by September 2026.

A Bounce Back Loan of £26,019 (2023: £35,333) received in October 2020. No repayment of capital was required during the first 12 months of the loan. Repayments will be made in 60 monthly instalments starting 13 months after the drawdown. Interest on the loan is to be charged at 2.5% per annum, fixed for the duration of the loan. During the first 12 months, the UK Government paid interest due under this loan.

19 Retirement benefit schemes

	2024	2023
Defined contribution schemes	£	£
Charge to profit or loss in respect of defined contribution schemes	46,212	36,499

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

20 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 April 2023	Incoming resources	Resources expended	At 31 March 2024
	£	£	£	£
Digital Social Care Records	-	5,000	(5,000)	-

Wirral Council supported the implementation of digital social care records during the year.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

21 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2023 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2024 £
Tangible fixed asset fund	1,997,168	-	-	73,753	2,070,921
General funds	822,102	4,650,564	(4,419,835)	(73,753)	979,078
	<u>2,819,270</u>	<u>4,650,564</u>	<u>(4,419,835)</u>	<u>-</u>	<u>3,049,999</u>
Previous year:	At 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2023 £
Tangible fixed asset fund	1,902,766	-	-	94,402	1,997,168
General funds	813,700	3,954,820	(3,852,016)	(94,402)	822,102
	<u>2,716,466</u>	<u>3,954,820</u>	<u>(3,852,016)</u>	<u>-</u>	<u>2,819,270</u>

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund, in addition to the revaluation reserve, reflects the net book value of the tangible fixed assets used operationally by the charity net of loans secured on them.

22 Financial commitments, guarantees and contingent liabilities

There is a contingent liability of £300,000 in the event of a disposal of the property or its change of use.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

23 Operating lease commitments

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2024 £	2023 £
Within one year	25,184	25,491
Between two and five years	10,009	9,259
	<u>35,193</u>	<u>34,750</u>

24 Related party transactions

Related party transactions are disclosed in notes 9 and 10.

There were no other related party transactions in the year.

25 Cash generated from operations

	2024 £	2023 £
Surplus for the year	230,729	102,804
Adjustments for:		
Investment income recognised in statement of financial activities	(3,038)	(550)
Loss on disposal of tangible fixed assets	13,997	-
Depreciation and impairment of tangible fixed assets	141,882	122,145
Movements in working capital:		
(Increase) in debtors	(113,512)	(37,974)
Increase/(decrease) in creditors	116,843	(44,262)
Cash generated from operations	<u>386,901</u>	<u>142,163</u>

26 Analysis of changes in net funds/(debt)

	At 1 April 2023 £	Cash flows £	At 31 March 2024 £
Cash at bank and in hand	505,762	156,493	662,255
Loans falling due within one year	(102,460)	(10,787)	(113,247)
Loans falling due after more than one year	(418,079)	92,663	(325,416)
	<u>(14,777)</u>	<u>238,369</u>	<u>223,592</u>

WIRRELDERLY

England & Wales - Charity number 700121

Accounts

Charity registration number 700121

Company registration number 02120194 (England and Wales)

WIRRELDERLY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

WIRRELDERLY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A B Cadwallader Mr M J Duckworth Dr O Faluyi Mrs S Jenkin Mr S S Kirkby Mr M A Paddock Mrs B P Robinson Mr L Stebbings (Chairman)	(Appointed 26 May 2022)
Chief Executive Officer & Secretary	Ms R Zabeliauske	
Charity number	700121	
Company number	02120194	
Principal address	Elderholme Clatterbridge Road Bebington Wirral CH63 4JY	
Registered office	Elderholme Clatterbridge Road Bebington Wirral CH63 4JY	
Auditor	DSG Castle Chambers 43 Castle Street Liverpool L2 9TL	
Bankers	Barclays Bank plc	

WIRRELDERLY

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WIRRELDERLY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report and financial statements for the year ended 31 March 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objectives and activities of the charity are:

To provide care for the highly dependent, frail and elderly and those requiring long term or end of life care.

To relieve the aged and infirm, particularly, but not exclusively, those who are residents in the Borough of Wirral.

To maintain and conduct a residential nursing home and provide other health and social care services.

To conduct undertake and promote or encourage research into care and treatment of the aged and infirm and to provide for the dissemination of the results of such research.

To promote, encourage or assist in the teaching or training of doctors, nurses, physiotherapists, administrators and managers and other persons engaged in any branch of medicine.

To provide professional and personal care of the highest standard to all residents in its care.

To maintain the highest standard of care and make improvements where identified.

To monitor its service provision and endeavour to provide the highest level of care.

We monitor performance against a number of key performance indicators including :- occupancy levels , staff turnover and average fee per week.

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

Achievements and performance

The 2022 – 2023 financial year started with some operational restrictions enforced on the charity by public health guidelines due to ongoing Covid-19 risks however, towards the end of the year, they eased off and allowed the home to fully open to visitors and go back to supporting the residents to enjoy their lives to the full again.

Following the pandemic, many lessons have been learned and infection control management remained a priority for the charity. Demand for keeping the environment clean, accessible and homely increased even more and therefore, the Charity continued to invest in replacing carpets to high quality hard flooring and decorating throughout the Home wherever possible.

The trustees have been kept informed regarding any Health and Safety concerns in the Home which have been addressed immediately by management to ensure safe environment to residents, visitors and staff at all times.

As with every other care provider in the country, the home experienced major difficulties in staff recruitment and retention however with extraordinary efforts managed to remain safely staffed at all times and even reduced agency usage significantly compared to previous years. The trustees believe that the competitive pay rates and good working conditions gave the home an advantage and attracted a lot of good quality candidates. The Charity increased the variety of training offered to staff to ensure that a good balance of online, hands on practical trainings and workshops enable everyone to learn in different ways and build up confidence, skills and knowledge to deal with any situation that may occur in our care environment.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023

The Charity acknowledges that people dedicating their working lives to healthcare should be more appreciated and recognised by adequate pay for such a wide range of skills requiring roles working in such a busy, complex and dynamic environment and continue reviewing pay rates on regular basis. As a result, Charity offers higher than Real Living Wage rates to all staff for their astounding efforts and to aid coping with cost of living crisis. However the Charity remains restricted how much the pay can be increase by the level of revenue received from the public funding authorities for care provided to the service users. High inflation drove up the costs of operating the Home significantly including the highest energy rates we have ever been charged, food and consumables costs going up by about 20%, increased contractors and other fees. This has not however been recognised in the majority of our residents funding received from the authorities and therefore the Charity had to delay some projects and further improvements until this changes.

There were no government grants offered for any operational difficulties in this financial year such as compensation for ongoing low occupancy due to Covid restrictions or for supporting staff financially while they were required to stay off work isolating after testing positive with Covid.

After a lot of changes in operation and market conditions following the pandemic, the main focus this year was set on improving occupancy levels and achieving full compliance with the regulators. With the new management team settled in, there was a lot of progress made in all areas and the Home is looking forward to a CQC visit now to be reinspected and recognised for all improvements and positive changes made in the Home since the last inspection.

We have thoroughly reviewed our IT systems and replaced most of our devices and currently are looking into upgrading our medicines administration process and care management system to achieve better communication, documentation and records keeping. We believe this would also help to achieve more efficiency, reduce the chance of discrepancies and enable better monitoring of the daily running of the Home.

The Charity continues to strive to provide the best available specialised suitable equipment and seating to the residents where possible to enable them to enjoy all daily living activities and be mobile, safe and comfortable at all times. A highly skilled and experienced physiotherapist joined our nursing team and is available to provide advice and support to our residents where required to ensure the best practices are followed. The minibus is utilised for day trips and activities when possible. The Home has a substantial varied activities programme and makes the environment very stimulating and suitable to all ages, tastes and abilities.

The Board and the senior management continue to monitor performance against a number of key performance indicators including: occupancy levels, staff turnover, residents dependency tool, staffing to revenue percentage and average fee per week.

The trustees continue to manage the charity's funds in a cautious manner always keeping sufficient reserves to cope with emergencies. All major and ethical decisions continue to be taken by the board of trustees and are fully minuted in the statutory books. Board meetings have been held monthly. The trustees are fully informed in writing and orally of all aspects of the Charity's operation by the Chief Executive.

Financial review

The results for the year and the charity's financial position at the end of the year are shown in the attached financial statements.

The charity registered the income for the year of £3,954,820 compared to £4,127,335 for the year to 31 March 2022. As a non-profit making charity fee levels are kept as low as possible commensurate with financial viability.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023

Reserves policy

The trustees have assessed that the level of general reserves required in the normal course of the charitable company's activity should be maintained at a level equivalent to between three and six months expenditure which represents approximately £1m - £2m. This is to meet the day-to-day requirements of providing the high level of care which the charitable company aims to give. On 31 March 2023 undesignated general reserves were £690,102 (2022: £675,700) which is below target level. However, the trustees do not see this as a significant concern given the future plans for the charity.

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund, in addition to the revaluation reserve, reflects the net book value of the tangible fixed assets used operationally by the charity net of loans secured on them.

Risk policy

The trustees have assessed the major risks to which the charity is exposed to and together with senior management review them on a regular basis. The following are the risks and uncertainties facing the charity:

- Inadequate funding from the local authorities for the high level of care required significantly increased costs of staffing and running the service
- Challenge to generate sufficient surplus to achieve all required improvements and enable investments the Charity desires for the benefit of the residents and staff
- Keeping up with always changing compliance requirements of the Care Quality Commission, the local authority and the NHS
- Ability to recruit and retain suitable and competent staff with sufficient knowledge, expertise and experience
- Tough insurance and financial markets for care homes
- Possible future reoccurring infections imposed threats to our residents and staff and restrictions to operate during 'close downs'
- Ongoing raising utilities, food, fuel and other supplies and services costs
- Ongoing supply chain issues delaying the suppliers and contractors lead times and inflating costs of supplies and services further
- Competition with other care homes providing similar services

Plans for the future

The main short term goal is to recover and maintain room occupancy to pre-pandemic levels which will aid to accumulate revenue to enable not only daily operation but also ongoing improvement of premises and facilities such as upgrading the gardens for residents benefits and enjoyment and investing in more specialised equipment to enable residents to be more comfortable and aid achieving their daily goals. We wish to continue to invest in good quality staff training to ensure that our workforce is well prepared to cope with any situation and difficulty they may encounter in care environment.

The new telephones system to be installed early autumn will be tailored to aid us to become more responsive and efficient in communication. We would like to further digitalise our systems and invest in achieving the best data protection and cyber security.

All projects above depends on the Charity's recovery from the pandemic and its financial performance.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023

Structure, governance and management

Wirrelderly is a company, limited by guarantee, which was incorporated on 6th April 1987 (Company Number: 02120194) and a registered charity (Charity Number: 700121) and is governed by its Memorandum and Articles of Association. The charity operates under the name Elderholme Nursing Home.

The trustees, who are also the directors for the purpose of company law, who served during the year were:

Mr M Ayers	(Resigned 27 May 2022)
Mr A B Cadwallader	
Mr M J Duckworth	
Dr O Faluyi	
Mrs S Jenkin	
Mr S S Kirkby	
Mr M A Paddock	
Mrs B P Robinson	
Mr L Stebbings (Chairman)	(Appointed 26 May 2022)

None of the trustees has any beneficial interest in the charitable company.

New trustees are elected at a meeting of the board of trustees. It is the responsibility of the board to ensure that the appointment of trustees provides the full range of abilities and skills which are needed to ensure the effective governance of the charity.

A new Resolution was signed in March 2022 establishing a paid chairman's position in the organisation, authorising remuneration in recognition of a high level of knowledge, skills and experience to lead the Board. From May 2022, Mr Lawson Stebbings has been appointed by the Board as a Chairman with a small reimbursement for his services.

In accordance with the memorandum and articles the following retire by rotation and being eligible offer themselves for re-election:

Mr M Duckworth
Dr O Faluyi
Mr M Paddock

The board of trustees govern the policy of the charity. All trustees give of their time freely and no remuneration was paid in the year. The management of the charity is delegated to the Chief Executive Officer who is responsible to the board of trustees for all aspects of the operation of the charity. There is also in place a full operational management team of Matron/Manager, Human Resources Manager and the Financial Administrator to support the Chief Executive Officer. However, the ultimate responsibility for the quality and range of service provided is the responsibility of the trustees, who meet on a monthly basis.

The trustees have responsibility for setting the pay and remuneration of the charity's key personnel and this is done on an annual basis, including a formal cost of living review. Salaries are benchmarked with other similar organisations across the sector.

There are no known related party transactions to report.

Auditor

In accordance with the company's articles, a resolution proposing that DSG be reappointed as auditor of the company will be put at a General Meeting.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

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

Lawson Stebbings

Mr L Stebbings (Chairman)

Trustee

Dated: 26 October 2023

WIRRELDERLY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

The trustees, who are also the directors of Wirrelderly for the purpose 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 trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WIRRELDERLY

Opinion

We have audited the financial statements of Wirrelderly (the 'charitable company') for the year ended 31 March 2023 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 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; and
- 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 charitable company 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 charitable company'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.

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 contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF WIRRELDERLY

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF WIRRELDERLY

Capability of the audit in detecting irregularities, including fraud

Based on our discussions with the charity's management and the Trustees, we identified that the following laws and regulations are significant to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements include UK financial reporting standards and Charity Law.
- Those laws and regulations for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with the charitable objectives, public benefit, fundraising regulations, safeguarding and health and safety legislation.

These matters were discussed amongst the engagement team at the planning stage and the team remained alert to non-compliance throughout the audit.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and the Trustees as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of Trustee meeting minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Jean Ellis BA FCA CTA (Senior Statutory Auditor)
for and on behalf of DSG

26 October 2023

Chartered Accountants
Statutory Auditor

Castle Chambers
43 Castle Street
Liverpool
L2 9TL

WIRRELDERLY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

		Unrestricted funds 2023 £	Unrestricted funds 2022 £
	Notes		
<u>Income from:</u>			
Donations and legacies	3	44,206	173,209
Incoming resources from charitable activities	4	3,910,064	3,954,101
Investments	5	550	25
		<hr/>	<hr/>
Total income		3,954,820	4,127,335
		<hr/>	<hr/>
<u>Expenditure on:</u>			
Charitable activities	6	3,852,016	4,031,438
		<hr/>	<hr/>
Total expenditure		3,852,016	4,031,438
		<hr/>	<hr/>
Net income for the year/ Net movement in funds		102,804	95,897
Fund balances at 1 April 2022		2,716,466	2,620,569
		<hr/>	<hr/>
Fund balances at 31 March 2023		2,819,270	2,716,466
		<hr/> <hr/>	<hr/> <hr/>

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

WIRRELDERLY

BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	11		2,613,874		2,644,077
Current assets					
Stocks	12	3,928		3,928	
Debtors	13	429,370		391,396	
Cash at bank and in hand		505,762		537,763	
		<u>939,060</u>		<u>933,087</u>	
Creditors: amounts falling due within one year	14	<u>(315,585)</u>		<u>(359,848)</u>	
Net current assets			<u>623,475</u>		<u>573,239</u>
Total assets less current liabilities			<u>3,237,349</u>		<u>3,217,316</u>
Creditors: amounts falling due after more than one year	15		<u>(418,079)</u>		<u>(500,850)</u>
Net assets			<u><u>2,819,270</u></u>		<u><u>2,716,466</u></u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	17	1,997,168		1,902,766	
General unrestricted funds		690,102		675,700	
Revaluation reserve		<u>132,000</u>		<u>138,000</u>	
			<u>2,819,270</u>		<u>2,716,466</u>
			<u><u>2,819,270</u></u>		<u><u>2,716,466</u></u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 26 October 2023

Lawson Stebbings

Mr L Stebbings (Chairman)
Trustee

Company registration number 02120194

WIRRELDERLY

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash generated from operations	21		142,163		251,702
Investing activities					
Purchase of tangible fixed assets		(91,942)		(155,235)	
Investment income received		550		25	
		<u> </u>		<u> </u>	
Net cash used in investing activities			(91,392)		(155,210)
Financing activities					
Repayment of bank loans		(82,772)		(85,566)	
		<u> </u>		<u> </u>	
Net cash used in financing activities			(82,772)		(85,566)
Net (decrease)/increase in cash and cash equivalents			(32,001)		10,926
Cash and cash equivalents at beginning of year			537,763		526,837
			<u> </u>		<u> </u>
Cash and cash equivalents at end of year			505,762		537,763
			<u> </u>		<u> </u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

Wirrelderly is a private company limited by guarantee incorporated in England and Wales. The registered office is Elderholme, Clatterbridge Road, Bebington, Wirral, CH63 4JY. The principal activities of the charity are disclosed in the Trustees Report.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

1.4 Incoming resources

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

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

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Resources expended are accounted for on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Expenditure is stated inclusive of VAT as the charitable company is not VAT registered.

Charitable expenditure comprises direct expenditure in the furtherance of the charitable company's objectives.

Governance costs are the costs associated with the governance arrangements of the charitable company which relate to the general running of the charitable company as opposed to those costs associated with fundraising or charitable activity. Included within this category are costs associated with the strategic as opposed to day-to-day management of the charitable company's activities, those incurred in the governance of its assets and are associated with constitutional and statutory requirements.

Support costs all relate to the charitable activity which is the provision of care for the highly dependent, frail and elderly of Wirral.

1.6 Tangible fixed assets

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

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

Land and buildings	2% straight line
Plant and machinery	between 10% and 33.3% straight line, 15% reducing balance
Fixtures, fittings & equipment	33.3% reducing balance
Motor vehicles	25% reducing balance

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

1.7 Impairment of fixed assets

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/ (expenditure for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.8 Stocks

Kitchen and cleaning stock is stated at cost less impairment loss (if any).

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

1.12 Retirement benefits

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

1.13 Taxation

Wirrelderly is a registered charity and is thus exempt from tax on income and gains falling within sections 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to charitable objects. No tax charges have arisen in the charitable company.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023 £	2022 £
Donations and gifts	4,873	4,586
Legacies receivable	39,333	-
COVID-19 Funding	-	168,623
	<u>44,206</u>	<u>173,209</u>

Included within COVID-19 Funding is an amount of £nil (2022: £33,196) received under the Coronavirus Job Retention Scheme.

4 Incoming resources from charitable activities

	Unrestricted funds	Unrestricted funds
	2023 £	2022 £
Residents' fees	<u>3,910,064</u>	<u>3,954,101</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2023 £	2022 £
Interest receivable	<u>550</u>	<u>25</u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

6 Charitable activities

	2023 £	2022 £
Staff costs	3,044,016	3,303,107
Depreciation and impairment	122,145	107,445
Medical supplies and services	94,723	138,096
Catering	106,239	89,776
Laundry	54,827	43,579
Premises	229,490	185,405
Finance charges	21,529	12,053
Sundry expenses	30,911	28,405
Equipment hire	22,498	21,746
	<u>3,726,378</u>	<u>3,929,612</u>
Share of support costs (see note 7)	115,488	90,972
Share of governance costs (see note 7)	10,150	10,854
	<u>3,852,016</u>	<u>4,031,438</u>

Support costs are all attributable to the charitable company's one activity.

7 Support costs

	Support costs £	Governance costs £	2023 Support costs £	Governance costs £	2022 £
Computer costs	24,507	-	24,507	16,127	16,127
Telephone	2,435	-	2,435	2,229	2,229
Travel expenses	7,352	-	7,352	3,913	3,913
Legal fees	3,390	-	3,390	8,916	8,916
Professional fees	47,821	-	47,821	40,584	40,584
Printing, postage and stationery	16,933	-	16,933	10,897	10,897
Training	13,050	-	13,050	8,306	8,306
Audit fees	-	10,150	10,150	-	10,854
	<u>115,488</u>	<u>10,150</u>	<u>125,638</u>	<u>90,972</u>	<u>101,826</u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

8 Trustees

As permitted by the charity's Articles of Association, one of the trustees, Mr Lawson Stebbings, received remuneration of £15,000 during the year for his role as Chair in recognition of his high level of knowledge, skills and experience to lead the Board.

No trustees were reimbursed for expenses (2022- nil) during the year.

9 Employees

The average monthly number of employees during the year was:

	2023	2022
	Number	Number
Nursing	110	107
Catering & domestic	27	27
Administrative	5	5
Total	<u>142</u>	<u>139</u>

Employment costs

	2023	2022
	£	£
Wages and salaries	2,814,964	3,084,452
Social security costs	192,553	181,127
Other pension costs	36,499	37,528
	<u>3,044,016</u>	<u>3,303,107</u>

Included in the above salary costs are termination benefits of £20,000.

Employment costs include £376,088 (2022: £663,501) in respect of payments made to agency staff.

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

	2023	2022
	Number	Number
£60,001 - £70,000	<u>2</u>	<u>1</u>

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

11 Tangible fixed assets

	Land and buildings	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost or valuation					
At 1 April 2022	3,312,454	760,968	95,801	25,645	4,194,868
Additions	26,285	8,499	57,158	-	91,942
At 31 March 2023	3,338,739	769,467	152,959	25,645	4,286,810
Depreciation and impairment					
At 1 April 2022	879,265	596,855	59,844	14,827	1,550,791
Depreciation charged in the year	65,143	33,593	20,704	2,705	122,145
At 31 March 2023	944,408	630,448	80,548	17,532	1,672,936
Carrying amount					
At 31 March 2023	2,394,331	139,019	72,411	8,113	2,613,874
At 31 March 2022	2,433,189	164,113	35,957	10,818	2,644,077

Freehold land and buildings have been pledged to secure borrowings of the charitable company.

The property was valued on an open market basis by Fletcher Ramos & Co, Wirral, a firm of independent surveyors in 1995. Previously the company had taken advantage of the exemption in FRS 15 not to revalue the property. As permitted by FRS 102 the company will continue to adopt this policy with the revalued amount being treated as deemed historic cost on transition.

At 31 March 2023, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £2,272,252 (2022: £2,295,189). The £6,000 reduction in the revaluation reserve represents the difference between the annual depreciation charge on cost and the charge on the revalued amount of the land & buildings.

Included in land and buildings is land at cost of £68,589 (2022: £68,589) which is not depreciated.

12 Stocks

	2023 £	2022 £
Raw materials and consumables	3,928	3,928

13 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	333,185	315,657
Prepayments and accrued income	96,185	75,739
	429,370	391,396

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

14 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Bank loans	16	102,460	102,461
Other taxation and social security		53,386	56,492
Trade creditors		58,152	59,052
Other creditors		10,188	10,614
Accruals and deferred income		91,399	131,229
		<u>315,585</u>	<u>359,848</u>

15 Creditors: amounts falling due after more than one year

	Notes	2023 £	2022 £
Bank loans	16	418,079	500,850
		<u>418,079</u>	<u>500,850</u>

16 Loans and overdrafts

	2023 £	2022 £
Bank loans	520,539	603,311
	<u>520,539</u>	<u>603,311</u>
Payable within one year	102,460	102,461
Payable after one year	418,079	500,850
	<u>418,079</u>	<u>500,850</u>
Amounts included above which fall due after five years:		
Payable by instalments	88,271	127,139
	<u>88,271</u>	<u>127,139</u>

The bank loans are secured by fixed charges over the premises, known as Elderholme, Clatterbridge Road, Bebington, Wirral.

The charity has three loan balances due to Barclays Bank Plc.

A long term loan balance of £344,835 (2022: £383,703) matures on 4/2/2030. Repayments on this loan are made on a quarterly basis. Interest on the loan is charged at a rate of 1.37% over base.

A loan facility of £300,000 to assist with the funding for the cost of refurbishments. At the period end a balance of £139,871 (2022: £174,275) was due on this loan. Interest on the loan is charged at 2.6% over base. Repayments are made on a monthly basis with the final repayment due by September 2026.

A Bounce Back Loan of £35,833 (2022: £45,333) received in October 2020. No repayment of capital was required during the first 12 months of the loan. Repayments will be made in 60 monthly instalments starting 13 months after the drawdown. Interest on the loan is to be charged at 2.5% per annum, fixed for the duration of the loan. During the first 12 months, the UK Government paid interest due under this loan.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

17 Designated funds

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

	Balance at 1 April 2021 £	Transfers £	Balance at 1 April 2022 £	Transfers £	Balance at 31 March 2023 £
Tangible fixed asset fund	1,763,410	139,356	1,902,766	94,402	1,997,168
	<u>1,763,410</u>	<u>139,356</u>	<u>1,902,766</u>	<u>94,402</u>	<u>1,997,168</u>

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund, in addition to the revaluation reserve, reflects the net book value of the tangible fixed assets used operationally by the charity net of loans secured on them.

18 Financial commitments, guarantees and contingent liabilities

There is a contingent liability of £300,000 in the event of a disposal of the property or its change of use.

19 Operating lease commitments

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023 £	2022 £
Within one year	25,491	23,859
Between two and five years	9,259	17,632
	<u>34,750</u>	<u>41,491</u>

20 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2023 £	2022 £
Aggregate compensation	<u>85,359</u>	<u>72,089</u>

There were no other related party transactions in the year.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

21	Cash generated from operations		2023	2022
			£	£
	Surplus for the year		102,804	95,897
	Adjustments for:			
	Investment income recognised in statement of financial activities		(550)	(25)
	Depreciation and impairment of tangible fixed assets		122,145	107,445
	Movements in working capital:			
	(Increase)/decrease in debtors		(37,974)	487
	(Decrease)/increase in creditors		(44,262)	47,898
	Cash generated from operations		142,163	251,702
			<u><u> </u></u>	<u><u> </u></u>
22	Analysis of changes in net (debt)/funds			
		At 1 April 2022	Cash flows	At 31 March 2023
		£	£	£
	Cash at bank and in hand	537,763	(32,001)	505,762
	Loans falling due within one year	(102,461)	1	(102,460)
	Loans falling due after more than one year	(500,850)	82,771	(418,079)
		<u><u>(65,548)</u></u>	<u><u>50,771</u></u>	<u><u>(14,777)</u></u>

WIRRELDERLY

England & Wales - Charity number 700121

Accounts

Charity registration number 700121

Company registration number 02120194 (England and Wales)

WIRRELDERLY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

WIRRELDERLY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M J Duckworth Mrs S Jenkin Mr S S Kirkby Mr M A Paddock Mrs B P Robinson Mr O Faluy Mr A B Cadwallader Mr L Stebbings (Chairman)	(Appointed 24 June 2021) (Appointed 29 July 2021) (Appointed 24 February 2022) (Appointed 26 May 2022)
Chief Executive Officer & Secretary	Ms R Zabeliauske	
Charity number	700121	
Company number	02120194	
Principal address	Elderholme Clatterbridge Road Bebington Wirral CH63 4JY	
Registered office	Elderholme Clatterbridge Road Bebington Wirral CH63 4JY	
Auditor	DSG Castle Chambers 43 Castle Street Liverpool L2 9TL	
Bankers	Barclays Bank plc	

WIRRELDERLY

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WIRRELDERLY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their annual report and financial statements for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objectives and activities of the charity are:

To provide care for the highly dependent, frail and elderly and those requiring long term or end of life care.

To relieve the aged and infirm, particularly, but not exclusively, those who are residents in the Borough of Wirral.

To maintain and conduct a residential nursing home and provide other health and social care services.

To conduct undertake and promote or encourage research into care and treatment of the aged and infirm and to provide for the dissemination of the results of such research.

To promote, encourage or assist in the teaching or training of doctors, nurses, physiotherapists, administrators and managers and other persons engaged in any branch of medicine.

To provide professional and personal care of the highest standard to all residents in its care.

To maintain the highest standard of care and make improvements where identified.

To monitor its service provision and endeavour to provide the highest level of care.

We monitor performance against a number of key performance indicators including :- occupancy levels , staff turnover and average fee per week.

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

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

Achievements and performance

The 2021- 2022 financial year for the Charity was no less challenging than the previous one when the pandemic began. While many industries returned to operating normally, the care homes sector retained restrictions to keep the most vulnerable in the community protected. Additional controls of compliance and infection control remained in place initiated by multiple versions of constantly changing government guidance. We continued taking infection control measures seriously and made an investment of over £70,000 to refurbish the old, and install two new sluice rooms to equip each unit with one to improve infection control and staff working conditions in the Home. We also replaced a large area of flooring from carpets to high quality hard flooring which is much easier to maintain and looks more esthetical creating a safer more modern care home environment.

A lot of resources went into fulfilling staff Covid 19 testing and vaccination programme – staff members were required to complete Covid-19 tests from twice a week to every day. This meant many working hours were spent supporting the staff to follow testing guidance, registering tests, following up and recording results for compliance purposes. Our staff remained on full pay when they tested positive and had to self-isolate until their return to work. The Government provided Infection Control and Testing grants to support us with most of the expenses for the above.

We, as probably any other care home in the country, faced challenges and difficulties in staff retention and recruitment. Towards the end of pandemic, a lot of care staff were attracted to join other recovering industries such as hospitality and retail for better pay and easier working conditions. Also, the local NHS created more better paid jobs and opportunities for those who did not wish to have Covid 19 vaccination, which at the time was a mandatory requirement for care homes.

Brexit resulted in the reduction of the European workforce available in the market because many Europeans left before the pandemic and never returned, while any new labour force were restricted from entering the UK. Good candidates for care and nursing positions became so rare that it forced us to look into international recruitment and obtain Sponsorship Licences which we could use to recruit the best educated and experienced overseas candidates.

Once again it has been widely recognised that healthcare work is not paid adequately for the expected outcomes during the pandemic. As a result, the government provided a Workforce capacity fund grant to fund the staff incentives for additionally worked overtime during the winter period and to cover some costs of recruitment. It also enabled us to spend more on job vacancies advertising which attracted a lot of good quality candidates and helped us to hire new employees in a shorter period of time. The grants have been very much appreciated and, in conjunction with other staff bonuses paid by the Charity throughout the year, have kept staff morale up and contributed to their financial wellbeing. In order to attract and keep our staff we introduced, and are proud to call ourselves, a Real Living Wage payer from April 2022.

All care providers, including Wirrelderly, have been incurring a high rise in recruitment costs because many candidates are accessible only through the recruitment agencies who charge in the region of 8 – 15 % of annual wage as an introduction fee. This market condition inevitably increased our overheads with no additional benefit gained.

Long awaited fibre internet installation has been completed which was so necessary for our resident's communication with their families and entertainment during isolation.

The trustees have been kept informed regarding any Health and Safety concerns in the Home which have been addressed immediately by management always ensuring a safe environment for the residents and staff.

There have been some changes in management in key roles which has brought more efficiency, skills, and experience to the Home , increased the standard of care and improved compliance. All changes were led by the same strong Charity values and leadership from the Board of Trustees. With changing times, the changes in any organisation are also inevitable and the Charity is prepared to embrace them to advance to the future.

The Board and the senior management continue to monitor performance against a number of key performance indicators including occupancy levels, staff turnover, residents' dependency tool, staffing to revenue percentage and average fee per week.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

Financial review

The charity registered the income for the year of £4,127,335 compared to £4,161,140 for the year to 31 March 2021 enabling the high standard of care and infrastructure investment to continue.

Because of Covid-19 imposed restrictions by the Government and local authorities, the average occupancy levels and main income remained reduced for another year compared to pre-pandemic. In addition to that the NHS terminated the Transfer to Assess contracts with the local providers in autumn which meant that referrals and funding for 16 bed vacancies ceased resulting in the Home having to find its own ways to fill those vacancies.

Expenses of the day to day running of the organisation kept increasing throughout the year due to post pandemic consequences meaning that we paid more, not only for recruitment but also for maintenance, contractual agreements and insurance. We also suffered temporary shortages in some supplies and experienced the limited availability of trades people due to high demand for their services.

Influenced by the above, the Charity applied for and received a Bounce Back Loan to mitigate against any potential future difficulties. To ensure adequate revenue to cover increased expenditure, the residents tariffs have been reviewed regularly and, as a consequence, had to be increased twice in the last financial year. As a non-profit making charity fee levels are kept as low as possible commensurate with financial viability.

The trustees continue to manage the charity's funds in a cautious manner always keeping sufficient reserves to cope with emergencies. All major and ethical decisions continue to be taken by the board of trustees and are fully minuted in the statutory books. Board meetings are held monthly. The trustees are fully informed in writing and orally of all aspects of the Charity's operation by Chief Executive.

The trustees have assessed that the level of general reserves required in the normal course of the charitable company's activity should be maintained at a level equivalent to between three and six months expenditure which represents approximately £1m - £2m. This is to meet the day-to-day requirements of providing the high level of care which the charitable company aims to give. On 31 March 2022 undesignated general reserves were £675,700 (2021: £713,159) which is below target level. However, the trustees do not see this as a significant concern given the future plans for the charity.

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund, in addition to the revaluation reserve, reflects the net book value of the tangible fixed assets used operationally by the charity net of loans secured on them.

The trustees have assessed the major risks to which the charity is exposed to and together with senior management review them on a regular basis. The following are the risks and uncertainties facing the charity:

- Continuing Covid-19 or other viral infections imposed threats to our residents and staff
- Compliance with the requirements of the Care Quality Commission, the local authority and the NHS
- Ability to recruit and retain suitable staff with sufficient knowledge, expertise and experience
- Difficult insurance market
- Insufficient funding from the local authority
- Significantly increased costs of running the service
- War in Ukraine potentially causing shortages of food and raising fuel costs
- Continuing shortages in supplies and limited contractors availability
- Competition with other care homes providing similar services

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

Plans for the future

To ensure continuous improvement of facilities the Home provides to the service users, one of the most essential work required is to complete the final stage of refurbishment.

The main short term goal is to recover occupancy to pre-pandemic levels what will aid to accumulate surplus for the last phase of refurbishment planned and enable further ongoing improvement of premises and facilities such as upgrading the gardens for residents benefits and enjoyment.

However all projects above are completely dependent upon the Charity's recovery from the pandemic and its financial performance.

Structure, governance and management

Wirrelderly is a company, limited by guarantee, which was incorporated on 6th April 1987 (Company Number: 02120194) and a registered charity (Charity Number: 700121) and is governed by its Memorandum and Articles of Association. The charity trades under the name Elderholme Nursing Home.

The trustees, who are also the directors for the purpose of company law, who served during the year were:

Mr M J Duckworth	
Mr M Ayers	(Resigned 27 May 2022)
Mrs S Jenkin	
Mr S S Kirkby	
Mr M A Paddock	
Mrs B P Robinson	(Appointed 24 June 2021)
Mr O Faluyl	(Appointed 29 July 2021)
Mr B Rourke	(Retired 27 May 2021)
Mrs R Lloyd	(Retired 27 May 2021)
Ms J Evans	(Resigned 26 August 2021)
Mr A B Cadwallader	(Appointed 24 February 2022)
Mr L Stebbings (Chairman)	(Appointed 26 May 2022)

None of the trustees has any beneficial interest in the charitable company.

New trustees are elected at a meeting of the board of trustees. It is the responsibility of the board to ensure that the appointment of trustees provides the full range of abilities and skills which are needed to ensure the effective governance of the charity.

A new Resolution was signed in March 2022 establishing a paid chairman's position in the organisation, authorising remuneration in recognition of a high level of knowledge, skills and experience to lead the Board. From May 2022, Mr Lawson Stebbings has been appointed by the Board as a Chairman with a small reimbursement for his services.

In accordance with the memorandum and articles the following retire by rotation and being eligible offer themselves for re-election:

Mrs S Jenkin
Mr S S Kirby
Mrs B P Robinson

The board of trustees govern the policy of the charity. All trustees give of their time freely and no remuneration was paid in the year. The management of the charity is delegated to the Chief Executive Officer who is responsible to the board of trustees for all aspects of the operation of the charity. There is also in place a full operational management team of Matron/Manager, Human Resources Manager and the Financial Administrator to support the Chief Executive Officer. However, the ultimate responsibility for the quality and range of service provided is the responsibility of the trustees, who meet on a monthly basis.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

The trustees have responsibility for setting the pay and remuneration of the charity's key personnel and this is done on an annual basis, including a formal cost of living review. Salaries are benchmarked with other similar organisations across the sector.

There are no known related party transactions to report.

Auditor

In accordance with the company's articles, a resolution proposing that DSG be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

On behalf of the board of trustees



Mr L Stebbings (Chairman)

Trustee

Dated: 27 October 2022

WIRRELDERLY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

The trustees, who are also the directors of Wirrelderly for the purpose 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 trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WIRRELDERLY

Opinion

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

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 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; and
- 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 charitable company 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 charitable company'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.

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 contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF WIRRELDERLY

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF WIRRELDERLY

Capability of the audit in detecting irregularities, including fraud

Based on our discussions with the charity's management and the Trustees, we identified that the following laws and regulations are significant to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements include UK financial reporting standards and Charity Law.
- Those laws and regulations for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with the charitable objectives, public benefit, fundraising regulations, safeguarding and health and safety legislation.

These matters were discussed amongst the engagement team at the planning stage and the team remained alert to non-compliance throughout the audit.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and the Trustees as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of Trustee meeting minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

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



Jean Ellis BA FCA CTA (Senior Statutory Auditor)
for and on behalf of DSG

27 October 2022

Chartered Accountants
Statutory Auditor

Castle Chambers
43 Castle Street
Liverpool
L2 9TL

WIRRELDERLY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

		Unrestricted funds 2022 £	Unrestricted funds 2021 £
	Notes		
<u>Income from:</u>			
Donations and legacies	3	173,209	240,098
Incoming resources from charitable activities	4	3,954,101	3,920,847
Investments	5	25	195
		<hr/>	<hr/>
Total income		4,127,335	4,161,140
		<hr/>	<hr/>
<u>Expenditure on:</u>			
Charitable activities	6	4,031,438	4,099,782
		<hr/>	<hr/>
Net income for the year/ Net movement in funds		95,897	61,358
Fund balances at 1 April 2021		2,620,569	2,559,211
		<hr/>	<hr/>
Fund balances at 31 March 2022		2,716,466	2,620,569
		<hr/>	<hr/>

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

WIRRELDERLY

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	10		2,644,077		2,596,287
Current assets					
Stocks	11	3,928		3,928	
Debtors	12	391,396		391,883	
Cash at bank and in hand		537,763		526,837	
		<u>933,087</u>		<u>922,648</u>	
Creditors: amounts falling due within one year	14	<u>(359,848)</u>		<u>(284,572)</u>	
Net current assets			573,239		638,076
Total assets less current liabilities			3,217,316		3,234,363
Creditors: amounts falling due after more than one year	15		<u>(500,850)</u>		<u>(613,794)</u>
Net assets			<u>2,716,466</u>		<u>2,620,569</u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	16	1,902,766		1,763,410	
General unrestricted funds		675,700		713,159	
Revaluation reserve		138,000		144,000	
		<u>2,716,466</u>		<u>2,620,569</u>	
			<u>2,716,466</u>		<u>2,620,569</u>

The financial statements were approved by the Trustees on 27 October 2022

Lawson Stebbings

Mr L Stebbings (Chairman)
Trustee

Company registration number 02120194

WIRRELDERLY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	20		251,702		142,149
Investing activities					
Purchase of tangible fixed assets		(155,235)		(32,891)	
Investment income received		25		195	
		<u> </u>		<u> </u>	
Net cash used in investing activities			(155,210)		(32,696)
Financing activities					
Proceeds from new bank loans		-		50,000	
Repayment of bank loans		(85,566)		(38,716)	
		<u> </u>		<u> </u>	
Net cash (used in)/generated from financing activities			(85,566)		11,284
Net increase in cash and cash equivalents			10,926		120,737
Cash and cash equivalents at beginning of year			526,837		406,100
			<u> </u>		<u> </u>
Cash and cash equivalents at end of year			537,763		526,837
			<u> </u>		<u> </u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Wirrelderly is a private company limited by guarantee incorporated in England and Wales. The registered office is Elderholme, Clatterbridge Road, Bebington, Wirral, CH63 4JY. The principal activities of the charity are disclosed in the Trustees Report.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

As part of assessing the potential impact of the ongoing COVID 19 virus situation the trustees have prepared revised financial forecasts for the charitable company. These forecasts indicate that the charitable company will continue to operate in surplus, and generate cash, over the period considered by them in their assessment of the appropriateness of adopting the going concern basis in the preparation of these financial statements. The revised forecasts also demonstrate that existing banking facilities will remain adequate and that all associated banking covenants will be satisfactorily met. The trustees have also considered the impact of potential operational challenges posed by COVID 19, including but not restricted to, an assessment of the costs and ability to deliver services. The trustees have concluded that any operational pressures caused directly by the COVID 19 situation are unlikely to have a material impact on the charitable company. On this basis the trustees consider it appropriate to prepare these financial statements on a going concern basis.

1.3 Charitable funds

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

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

1.4 Incoming resources

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

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

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

WIRRELDERLY

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

1 Accounting policies

(Continued)

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Resources expended are accounted for on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Expenditure is stated inclusive of VAT as the charitable company is not VAT registered.

Charitable expenditure comprises direct expenditure in the furtherance of the charitable company's objectives.

Governance costs are the costs associated with the governance arrangements of the charitable company which relate to the general running of the charitable company as opposed to those costs associated with fundraising or charitable activity. Included within this category are costs associated with the strategic as opposed to day-to-day management of the charitable company's activities, those incurred in the governance of its assets and are associated with constitutional and statutory requirements.

Support costs all relate to the charitable activity which is the provision of care for the highly dependent, frail and elderly of Wirral.

1.6 Tangible fixed assets

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

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

Land and buildings	2% straight line
Plant and machinery	between 10% and 33.3% straight line, 15% reducing balance
Fixtures, fittings & equipment	33.3% reducing balance
Motor vehicles	25% reducing balance

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

1.7 Impairment of fixed assets

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

WIRRELDERLY

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

1 Accounting policies

(Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/ (expenditure for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.8 Stocks

Kitchen and cleaning stock is stated at cost less impairment loss (if any).

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

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

WIRRELDERLY

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

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

1.12 Retirement benefits

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

1.13 Taxation

Wirrelderly is a registered charity and is thus exempt from tax on income and gains falling within sections 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to charitable objects. No tax charges have arisen in the charitable company.

WIRRELDERLY

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

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	4,586	2,994
COVID-19 Funding	168,623	237,104
	<u>173,209</u>	<u>240,098</u>

Included within COVID-19 Funding is an amount of £33,196 (2021: £90,340) received under the Coronavirus Job Retention Scheme.

4 Incoming resources from charitable activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Residents' fees	3,954,101	3,920,847
	<u>3,954,101</u>	<u>3,920,847</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Interest receivable	25	195
	<u>25</u>	<u>195</u>

WIRRELDERLY

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

6 Charitable activities

	2022 £	2021 £
Staff costs	3,303,107	3,469,338
Depreciation and impairment	107,445	95,927
Medical supplies and services	138,096	131,192
Catering	89,776	83,889
Laundry	43,579	48,084
Premises	185,405	157,506
Finance charges	12,053	12,835
Sundry expenses	28,405	20,236
Equipment hire	21,746	15,375
	<u>3,929,612</u>	<u>4,034,382</u>
Share of support costs (see note 7)	90,972	58,530
Share of governance costs (see note 7)	10,854	6,870
	<u>4,031,438</u>	<u>4,099,782</u>

Support costs are all attributable to the charitable company's one activity.

7 Support costs

	Support costs £	Governance costs £	2022		Governance costs £	2021 £
	£	£	Support costs £	£	£	£
Computer costs	16,127	-	16,127	11,025	-	11,025
Telephone	2,229	-	2,229	2,581	-	2,581
Travel expenses	3,913	-	3,913	3,311	-	3,311
Legal fees	22,558	-	22,558	12,508	-	12,508
Professional fees	26,942	-	26,942	13,116	-	13,116
Printing, postage and stationery	10,897	-	10,897	14,180	-	14,180
Training	8,306	-	8,306	1,809	-	1,809
Audit fees	-	10,854	10,854	-	6,870	6,870
	<u>90,972</u>	<u>10,854</u>	<u>101,826</u>	<u>58,530</u>	<u>6,870</u>	<u>65,400</u>

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, none of them were reimbursed for travelling expenses (2021- nil).

WIRRELDERLY

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

9 Employees

The average monthly number of employees during the year was:

	2022	2021
	Number	Number
Nursing	107	110
Catering & domestic	27	24
Administrative	5	8
	<hr/>	<hr/>
Total	139	142
	<hr/> <hr/>	<hr/> <hr/>

Employment costs

	2022	2021
	£	£
Wages and salaries	3,084,452	3,236,704
Social security costs	181,127	191,503
Other pension costs	37,528	41,131
	<hr/>	<hr/>
	3,303,107	3,469,338
	<hr/> <hr/>	<hr/> <hr/>

Employment costs include £663,501 (2021: £685,888) in respect of payments made to agency staff.

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

	2022	2021
	Number	Number
£60,001 - £70,000	1	-
	<hr/> <hr/>	<hr/> <hr/>

WIRRELDERLY

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

10 Tangible fixed assets

	Land and buildings	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost or valuation					
At 1 April 2021	3,260,228	688,767	64,993	25,645	4,039,633
Additions	52,226	72,201	30,808	-	155,235
At 31 March 2022	3,312,454	760,968	95,801	25,645	4,194,868
Depreciation and impairment					
At 1 April 2021	815,058	565,797	51,270	11,221	1,443,346
Depreciation charged in the year	64,207	31,058	8,574	3,606	107,445
At 31 March 2022	879,265	596,855	59,844	14,827	1,550,791
Carrying amount					
At 31 March 2022	2,433,189	164,113	35,957	10,818	2,644,077
At 31 March 2021	2,445,170	122,970	13,723	14,424	2,596,287

Freehold land and buildings have been pledged to secure borrowings of the charitable company.

The property was valued on an open market basis by Fletcher Ramos & Co, Wirral, a firm of independent surveyors in 1995. Previously the company had taken advantage of the exemption in FRS 15 not to revalue the property. As permitted by FRS 102 the company will continue to adopt this policy with the revalued amount being treated as deemed historic cost on transition.

At 31 March 2022, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £2,295,189 (2021: £2,297,447). The £6,000 reduction in the revaluation reserve represents the difference between the annual depreciation charge on cost and the charge on the revalued amount of the land & buildings.

Included in land and buildings is land at cost of £68,589 (2021: £68,589) which is not depreciated.

11 Stocks

	2022	2021
	£	£
Raw materials and consumables	3,928	3,928

12 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	315,657	356,379
Prepayments and accrued income	75,739	35,504
	391,396	391,883

WIRRELDERLY

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

13 Loans and overdrafts

	2022 £	2021 £
Bank loans	603,311	688,877
Payable within one year	102,461	75,083
Payable after one year	500,850	613,794
Amounts included above which fall due after five years:		
Payable by instalments	127,139	284,297

The bank loans are secured by fixed charges over the premises, known as Elderholme, Clatterbridge Road, Bebington, Wirral.

The charity has three loan balances due to Barclays Bank Plc.

A long term loan balance of £383,703 (2021: £428,790) matures on 4/2/2030. Repayments on this loan are made on a quarterly basis. Interest on the loan is charged at a rate of 1.37% over base.

A loan facility of £300,000 to assist with the funding for the cost of refurbishments. At the period end a balance of £174,275 (2021: £210,087) was due on this loan. Interest on the loan is charged at 2.6% over base. Repayments are made on a monthly basis with the final repayment due by September 2026.

A Bounce Back Loan of £45,333 (2021: £50,000) received in October 2020. No repayment of capital was required during the first 12 months of the loan. Repayments will be made in 60 monthly instalments starting 13 months after the drawdown. Interest on the loan is to be charged at 2.5% per annum, fixed for the duration of the loan. During the first 12 months, the UK Government paid interest due under this loan.

14 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Bank loans	13	102,461	75,083
Other taxation and social security		56,492	55,152
Trade creditors		59,052	40,918
Other creditors		10,614	11,983
Accruals and deferred income		131,229	101,436
		359,848	284,572

15 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Bank loans	13	500,850	613,794

WIRRELDERLY

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

16 Designated funds

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

	Balance at 1 April 2020 £	Transfers £	Balance at 1 April 2021 £	Transfers £	Balance at 31 March 2022 £
Tangible fixed asset fund	1,832,293	(68,883)	1,763,410	139,356	1,902,766
	<u>1,832,293</u>	<u>(68,883)</u>	<u>1,763,410</u>	<u>139,356</u>	<u>1,902,766</u>

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund, in addition to the revaluation reserve, reflects the net book value of the tangible fixed assets used operationally by the charity net of loans secured on them.

17 Financial commitments, guarantees and contingent liabilities

There is a contingent liability of £300,000 in the event of a disposal of the property or its change of use.

18 Operating lease commitments

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	23,859	18,978
Between two and five years	17,632	2,372
	<u>41,491</u>	<u>21,350</u>

19 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022 £	2021 £
Aggregate compensation	<u>72,089</u>	<u>52,617</u>

WIRRELDERLY

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

20	Cash generated from operations		2022	2021
			£	£
	Surplus for the year		95,897	61,358
	Adjustments for:			
	Investment income recognised in statement of financial activities		(25)	(195)
	Depreciation and impairment of tangible fixed assets		107,445	95,927
	Movements in working capital:			
	Decrease in debtors		487	40,326
	Increase/(decrease) in creditors		47,898	(55,267)
	Cash generated from operations		251,702	142,149
21	Analysis of changes in net (debt)/funds			
		At 1 April 2021	Cash flows	At 31 March 2022
		£	£	£
	Cash at bank and in hand	526,837	10,926	537,763
	Loans falling due within one year	(75,083)	(27,378)	(102,461)
	Loans falling due after more than one year	(613,794)	112,944	(500,850)
		<u>(162,040)</u>	<u>96,492</u>	<u>(65,548)</u>

WIRRELDERLY

England & Wales - Charity number 700121

Accounts

Charity Registration No. 700121

Company Registration No. 02120194 (England and Wales)

WIRRELDERLY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

WIRRELDERLY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M J Duckworth Mr M Ayers (Chair) Mrs S Jenkin Mr S S Kirkby Mr M A Paddock Mrs B P Robinson Mr O Faluyl	(Appointed 24 June 2021) (Appointed 29 July 2021)
Chief Executive Officer & Secretary	Ms R Zabeliauske	
Charity number	700121	
Company number	02120194	
Principal address	Elderholme Clatterbridge Road Bebington Wirral CH63 4JY	
Registered office	Elderholme Clatterbridge Road Bebington Wirral CH63 4JY	
Auditor	DSG Castle Chambers 43 Castle Street Liverpool L2 9TL	
Bankers	Barclays Bank plc	

WIRRELDERLY

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WIRRELDERLY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2021

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objectives and activities of the charity are:

To provide care for the highly dependent, frail and elderly and those requiring long term or end of life care.

To relieve the aged and infirm, particularly, but not exclusively, those who are residents in the Borough of Wirral.

To maintain and conduct a residential nursing home and provide other health and social care services.

To conduct undertake and promote or encourage research into care and treatment of the aged and infirm and to provide for the dissemination of the results of such research.

To promote, encourage or assist in the teaching or training of doctors, nurses, physiotherapists, administrators and managers and other persons engaged in any branch of medicine.

To provide professional and personal care of the highest standard to all residents in its care.

To maintain the highest standard of care and make improvements where identified.

To monitor its service provision and endeavour to provide the highest level of care.

We monitor performance against a number of key performance indicators including :- occupancy levels , staff turnover and average fee per week.

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

Achievements and performance

The COVID-19 pandemic raised particular challenges in healthcare services since March 2020. Nevertheless, Elderholme continues to use its potential and is striving to provide nursing care to a highest standard.

The pandemic enforced new demands on implementing additional compliance and infection control management. While following multiple versions of government guidance, we made every reasonable effort to comply taking into account the vulnerability of older people living here at the same time aiming to keep the services safe, trusted and accessible.

We had to reorganise our care environment to achieving best infection prevention and control practice as per national guidance and adopt it taking zoning or quarantine recommendations into account to make it as much Covid secure as possible. We invested in building a visiting booth for the residents to enable visiting and took steps to segregate staff in order to adhere to social distancing rules as much as reasonably possible in the circumstances.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2021

Our frontline staff have been truly courageous to play a key role in protecting the most vulnerable in the Home from the deadly virus while continuing providing direct and kind care for all our service users. We worked closely with our suppliers, local health and social care professionals to ensure adequate supplies of PPE.

Staff, residents and visitors testing for Covid-19 has been introduced to care homes. Every member of staff working in the Home has been entitled to testing and the employees have been paid full wages if they had to self isolate. The Charity took steps to secure and arrange Covid-19 vaccinations to all residents and staff. Some clinically vulnerable staff used Furlough scheme. Some staff have been restricted working in one care setting only. All of the above has significantly inflated the overall wages costs.

The Charity managed the change of the Registered Manager seamlessly after the previous matron retired after 12 years of loyal service. The new Registered Manager, who took over in November 2020 worked in Elderholme for 5 years as a registered nurse and was warmly welcomed by all staff and residents in her new role.

The Board and the senior management monitor performance against a number of key performance indicators including: - occupancy levels, staff turnover and average fee per week.

Financial review

The charity again registered a satisfactory income for the year of £4,161,140 compared to £3,755,765 for the year to 31 March 2020 enabling the high standards of care to continue.

Because of COVID-19 imposed restrictions by government, our average occupancy levels and main income from service users reduced. Expenses for day-to-day operations significantly increased because of additional compliance requirements in various government guidelines. Combination of rising costs for meeting regulatory compliance, essential improvements of the service and increase in staff wages forced the Charity to increase the residents' fees to meet them.

The Charity gained a satisfactory, in the circumstances, surplus of £61,358 compared to £237,859 for the same period last year. This has been achieved including various COVID-19 related funding received from the government totalling £237,104 which has been spent strictly in compliance with the conditions imposed. There has been no major spend on capital last year. Instead, Elderholme invested in better quality staff training, renewed some equipment and introduced new software.

The Charity has also received Bounce Back Loan of £50,000 to support with financial difficulties caused by the restrictions put in place by government throughout the pandemic.

Despite the big drop in surplus, Elderholme prioritised providing safe and high standard of care with high ratio of staff to residents during the most challenging pandemic in our lifetime.

The trustees continue to manage the charity's funds in a cautious manner always keeping sufficient reserves to cope with emergencies. All major and ethical decisions continue to be taken by the board of trustees and are fully minuted in the statutory books. Board meetings are held monthly. The trustees are fully informed in writing and orally of all aspects of the Charity's operation by Chief Executive and Registered Manager.

The trustees have assessed that the level of general reserves required in the normal course of the charitable company's activity should be maintained at a level equivalent to between three and six months expenditure which represents approximately £1m - £2m. This is to meet the day-to-day requirements of providing the high level of care which the charitable company aims to give. At 31 March 2021 undesignated general reserves were £713,159 (2020: £576,918) which is below target level. However, the trustees do not see this as a significant concern given the future plans for the charity.

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund, in addition to the revaluation reserve, reflects the net book value of the tangible fixed assets used operationally by the charity net of loans secured on them.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2021

The trustees have assessed the major risks to which the charity is exposed to and together with senior management review them on a regular basis. The following are the risks and uncertainties facing the charity:

- Covid-19 imposed threats
- Compliance with the requirements of the Care Quality Commission, the local authority and NHS
- Ability to recruit suitable staff with sufficient knowledge, expertise and experience
- Use and monitoring of agency staff
- Not sufficient funding from the local authority
- Significantly increased costs of running the service

Plans for the future

The next phase of refurbishment planned for 2020 unfortunately has been delayed because of the uncertainty brought by the pandemic. The Charity intends, subject to financial viability, to review the possibility of doing that in autumn 2021.

Increased demands for faster internet made us to look into installing our own fibre line. We have also looked into installing two additional sluice rooms and upgrading current sluice facilities to achieve better overall infection control in the Home. Both projects have been approved by the Board and should be completed in summer 2021.

The Charity is constantly reviewing prospect of implementing Real Living Wage for all of its employees. Currently there are two main employees groups receiving lower than Real Living Wage rate. The Charity would like to be able to increase all employees pay rate above Real Living wage rate and, subject to financial viability, will review the possibility of doing that in autumn 2021.

There is a prospect of expanding current car park and construction of further bedrooms added to the building. The Charity is also keen to continue negotiations with NHS regarding purchasing the neighbouring land for future expansion.

All projects above are completely dependent upon the Charity's recovery from the pandemic and its financial performance.

Structure, governance and management

Wirrelderly is a company, limited by guarantee, which was incorporated on 6th April 1987 (Company Number: 02120194) and a registered charity (Charity Number: 700121) and is governed by its Memorandum and Articles of Association. The charity trades under the name Elderholme Nursing Home.

The trustees, who are also the directors for the purpose of company law, who served during the year were:

Mr B Rourke	(Retired 27 May 2021)
Mrs R Lloyd	(Retired 27 May 2021)
Mr M J Duckworth	
Mr M Ayers (Chair)	
Mrs S Jenkin	
Mr S S Kirkby	
Mr M A Paddock	
Ms J Evans	(Appointed 1 October 2020 and retired 26 August 2021)
Mrs B P Robinson	(Appointed 24 June 2021)
Mr O Faluy	(Appointed 29 July 2021)

None of the trustees has any beneficial interest in the charitable company.

New trustees are elected at a meeting of the board of trustees. It is the responsibility of the board to ensure that the appointment of trustees provides the full range of abilities and skills which are needed to ensure the effective governance of the charity.

WIRRELDERLY

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2021

In accordance with the memorandum and articles the following retire by rotation and being eligible offer themselves for re-election:

Mr M Ayers
Mr M J Duckworth
Mr M A Paddock

The board of trustees govern the policy of the charity. All trustees give of their time freely and no remuneration was paid in the year. The management of the charity is delegated to the Chief Executive Officer who is responsible to the board of trustees for all aspects of the operation of the charity. There is also in place a full operational management team of Matron/Manager, Human Resources Manager and the Financial Administrator to support the Chief Executive Officer. However, the ultimate responsibility for the quality and range of service provided is the responsibility of the trustees, who meet on a monthly basis.

The trustees have responsibility for setting the pay and remuneration of the charity's key personnel and this is done on an annual basis, including a formal cost of living review. Salaries are benchmarked with other similar organisations across the sector.

There are no known related party transactions to report.

Auditor

In accordance with the company's articles, a resolution proposing that DSG be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

On behalf of the board of trustees



Mr M Ayers (Chair)

Trustee

Dated: 30 September 2021

WIRRELDERLY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2021

The trustees, who are also the directors of Wirrelderly for the purpose 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 trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF WIRRELDERLY

Opinion

We have audited the financial statements of Wirrelderly (the 'charitable company') for the year ended 31 March 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including 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 charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the 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 charitable company 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 charitable company'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.

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 contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF WIRRELDERLY

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

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.

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.

WIRRELDERLY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF WIRRELDERLY

Capability of the audit in detecting irregularities, including fraud

Based on our discussions with the charity's management and the Trustees, we identified that the following laws and regulations are significant to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements include UK financial reporting standards and Charity Law.
- Those laws and regulations for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with the charitable objectives, public benefit, fundraising regulations, safeguarding and health and safety legislation.

These matters were discussed amongst the engagement team at the planning stage and the team remained alert to non-compliance throughout the audit.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and the Trustees as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of Trustee meeting minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company'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 charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Jean Ellis BA FCA CTA (Senior Statutory Auditor)
for and on behalf of DSG

30 September 2021

Chartered Accountants
Statutory Auditor

Castle Chambers
43 Castle Street
Liverpool
L2 9TL

WIRRELDERLY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
<u>Income and endowments from:</u>			
Donations and legacies	3	240,098	27,091
Incoming resources from charitable activities	4	3,920,847	3,727,263
Investments	5	195	724
Other income	6	-	687
Total income		<u>4,161,140</u>	<u>3,755,765</u>
<u>Expenditure on:</u>			
Charitable activities	7	<u>4,099,782</u>	<u>3,517,906</u>
Net income for the year/ Net movement in funds		61,358	237,859
Fund balances at 1 April 2020		<u>2,559,211</u>	<u>2,321,352</u>
Fund balances at 31 March 2021		<u><u>2,620,569</u></u>	<u><u>2,559,211</u></u>

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

WIRRELDERLY

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	11		2,596,287		2,659,323
Current assets					
Stocks	12	3,928		3,928	
Debtors	13	391,883		432,209	
Cash at bank and in hand		526,837		406,100	
		<u>922,648</u>		<u>842,237</u>	
Creditors: amounts falling due within one year	15	<u>(284,572)</u>		<u>(335,673)</u>	
Net current assets			638,076		506,564
Total assets less current liabilities			<u>3,234,363</u>		<u>3,165,887</u>
Creditors: amounts falling due after more than one year	16		(613,794)		(606,676)
Net assets			<u>2,620,569</u>		<u>2,559,211</u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	17	1,763,410		1,832,293	
General unrestricted funds		713,159		576,918	
Revaluation reserve		144,000		150,000	
		<u>2,620,569</u>		<u>2,559,211</u>	
			<u>2,620,569</u>		<u>2,559,211</u>

The financial statements were approved by the Trustees on 30 September 2021



Mr M Ayers (Chair)
Trustee

Company Registration No. 02120194

WIRRELDERLY

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2021

		2021		2020	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash generated from operations	21		142,149		249,700
Investing activities					
Purchase of tangible fixed assets		(32,891)		(199,800)	
Proceeds on disposal of tangible fixed assets		-		1,250	
Investment income received		195		724	
Net cash used in investing activities			(32,696)		(197,826)
Financing activities					
Proceeds of new bank loans		50,000		-	
Repayment of bank loans		(38,716)		(71,304)	
Net cash generated from/(used in) financing activities			11,284		(71,304)
Net increase/(decrease) in cash and cash equivalents			120,737		(19,430)
Cash and cash equivalents at beginning of year			406,100		425,530
Cash and cash equivalents at end of year			526,837		406,100

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Charity information

Wirrelderly is a private company limited by guarantee incorporated in England and Wales. The registered office is Elderholme, Clatterbridge Road, Bebington, Wirral, CH63 4JY. The principal activities of the charity are disclosed in the Trustees Report.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

As part of assessing the potential impact of the ongoing COVID 19 virus situation the trustees have prepared revised financial forecasts for the charitable company. These forecasts indicate that the charitable company will continue to operate in surplus, and generate cash, over the period considered by them in their assessment of the appropriateness of adopting the going concern basis in the preparation of these financial statements. The revised forecasts also demonstrate that existing banking facilities will remain adequate and that all associated banking covenants will be satisfactorily met. The trustees have also considered the impact of potential operational challenges posed by COVID 19, including but not restricted to, an assessment of the costs and ability to deliver services. The trustees have concluded that any operational pressures caused directly by the COVID 19 situation are unlikely to have a material impact on the charitable company. On this basis the trustees consider it appropriate to prepare these financial statements on a going concern basis.

1.3 Charitable funds

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

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

1.4 Incoming resources

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

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

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.5 Resources expended

Resources expended are accounted for on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Expenditure is stated inclusive of VAT as the charitable company is not VAT registered.

Charitable expenditure comprises direct expenditure in the furtherance of the charitable company's objectives.

Governance costs are the costs associated with the governance arrangements of the charitable company which relate to the general running of the charitable company as opposed to those costs associated with fundraising or charitable activity. Included within this category are costs associated with the strategic as opposed to day-to-day management of the charitable company's activities, those incurred in the governance of its assets and are associated with constitutional and statutory requirements.

Support costs all relate to the charitable activity which is the provision of care for the highly dependent, frail and elderly of Wirral.

1.6 Tangible fixed assets

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

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

Land and buildings	2% straight line
Plant and machinery	between 10% and 33.3% straight line, 15% reducing balance
Fixtures, fittings & equipment	33.3% reducing balance
Motor vehicles	25% reducing balance

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

1.7 Impairment of fixed assets

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/ (expenditure for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.8 Stocks

Kitchen and cleaning stock is stated at cost less impairment loss (if any).

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

1.12 Retirement benefits

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.13 Taxation

Wirrelderly is a registered charity and is thus exempt from tax on income and gains falling within sections 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to charitable objects. No tax charges have arisen in the charitable company.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Donations and gifts	2,994	27,091
COVID-19 Funding	237,104	-
	<u>240,098</u>	<u>27,091</u>

Included within COVID-19 Funding is an amount of £90,340 (2020: £Nil) received under the Coronavirus Job Retention Scheme.

4 Incoming resources from charitable activities

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Residents' fees	3,920,847	3,727,263
	<u>3,920,847</u>	<u>3,727,263</u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

5 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	195	724

6 Other income

	Total	Unrestricted funds
	2021	2020
	£	£
Net gain on disposal of tangible fixed assets	-	687

7 Charitable activities

	2021	2020
	£	£
Staff costs	3,469,338	2,886,643
Depreciation and impairment	95,927	89,183
Medical supplies and services	131,192	100,667
Catering	83,889	89,232
Laundry	48,084	51,359
Premises	157,506	173,162
Finance charges	12,835	18,551
Sundry expenses	20,236	32,026
Equipment hire	15,375	13,542
	<u>4,034,382</u>	<u>3,454,365</u>
Share of support costs (see note 8)	58,530	56,671
Share of governance costs (see note 8)	6,870	6,870
	<u>4,099,782</u>	<u>3,517,906</u>

Support costs are all attributable to the charitable company's one activity.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

8 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Computer costs	11,025	-	11,025	9,053	-	9,053
Telephone	2,581	-	2,581	2,490	-	2,490
Travel expenses	3,311	-	3,311	4,635	-	4,635
Legal fees	12,508	-	12,508	13,852	-	13,852
Professional fees	13,116	-	13,116	5,715	-	5,715
Printing, postage and stationery	14,180	-	14,180	12,586	-	12,586
Training	1,809	-	1,809	8,340	-	8,340
Audit fees	-	6,870	6,870	-	6,870	6,870
	<u>58,530</u>	<u>6,870</u>	<u>65,400</u>	<u>56,671</u>	<u>6,870</u>	<u>63,541</u>

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, none of them were reimbursed for travelling expenses (2020- nil).

10 Employees

The average monthly number of employees during the year was:

	2021	2020
	Number	Number
Nursing	110	91
Catering & domestic	24	29
Administrative	8	6
Total	<u>142</u>	<u>126</u>

Employment costs

	2021	2020
	£	£
Wages and salaries	3,236,704	2,701,206
Social security costs	191,503	149,930
Other pension costs	41,131	35,507
	<u>3,469,338</u>	<u>2,886,643</u>

Employment costs include £685,888 (2020: £677,136) in respect of payments made to agency staff.

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

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

11 Tangible fixed assets

	Land and buildings	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost or valuation					
At 1 April 2020	3,249,307	669,752	62,038	25,645	4,006,742
Additions	10,921	19,015	2,955	-	32,891
At 31 March 2021	3,260,228	688,767	64,993	25,645	4,039,633
Depreciation and impairment					
At 1 April 2020	751,370	545,786	43,850	6,413	1,347,419
Depreciation charged in the year	63,688	20,011	7,420	4,808	95,927
At 31 March 2021	815,058	565,797	51,270	11,221	1,443,346
Carrying amount					
At 31 March 2021	2,445,170	122,970	13,723	14,424	2,596,287
At 31 March 2020	2,497,937	123,966	18,188	19,232	2,659,323

Freehold land and buildings have been pledged to secure borrowings of the charitable company.

The property was valued on an open market basis by Fletcher Ramos & Co, Wirral, a firm of independent surveyors in 1995. Previously the company had taken advantage of the exemption in FRS 15 not to revalue the property. As permitted by FRS 102 the company will continue to adopt this policy with the revalued amount being treated as deemed historic cost on transition.

At 31 March 2021, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £2,297,447 (2020 - £2,344,214). The £6,000 reduction in the revaluation reserve represents the difference between the annual depreciation charge on cost and the charge on the revalued amount of the land & buildings.

Included in land and buildings is land at cost of £68,589 (2020: £68,589) which is not depreciated.

12 Stocks

	2021 £	2020 £
Raw materials and consumables	3,928	3,928

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

13 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	356,379	402,347
Other debtors	-	200
Prepayments and accrued income	35,504	29,662
	<u>391,883</u>	<u>432,209</u>

14 Loans and overdrafts

	2021	2020
	£	£
Bank loans	<u>688,877</u>	<u>677,593</u>
Payable within one year	75,083	70,917
Payable after one year	<u>613,794</u>	<u>606,676</u>
Amounts included above which fall due after five years:		
Payable by instalments	<u>284,297</u>	<u>289,883</u>

The bank loans are secured by fixed charges over the premises, known as Elderholme, Clatterbridge Road, Bebington, Wirral.

The charity has three loan balances due to Barclays Bank Plc.

A long term loan balance of £428,790 (2020: £450,557) matures on 4/2/2030. Repayments on this loan are made on a quarterly basis. Interest on the loan is charged at a rate of 1.37% over base.

A loan facility of £300,000 to assist with the funding for the cost of refurbishments. At the period end a balance of £210,087 (2020: £227,036) was due on this loan. Interest on the loan is charged at 2.6% over base. Repayments are made on a monthly basis with the final repayment due by September 2026.

A Bounce Back Loan £50,000 received in October 2020. No repayment of capital is required during the first 12 months of the loan. Repayments will be made in 60 monthly instalments starting 13 months after the drawdown. Interest on the loan is to be charged at 2.5% per annum, fixed for the duration of the loan. During the first 12 months, the UK Government will pay interest due under this loan.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

15 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank loans	14	75,083	70,917
Other taxation and social security		55,152	46,338
Trade creditors		40,918	142,199
Other creditors		11,983	10,667
Accruals and deferred income		101,436	65,552
		<u>284,572</u>	<u>335,673</u>

16 Creditors: amounts falling due after more than one year

	Notes	2021 £	2020 £
Bank loans	14	<u>613,794</u>	<u>606,676</u>

17 Designated funds

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

	Balance at 1 April 2019 £	Transfers £	Balance at 1 April 2020 £	Transfers £	Balance at 31 March 2021 £
Tangible fixed asset fund	1,644,372	187,921	1,832,293	(68,883)	1,763,410
	<u>1,644,372</u>	<u>187,921</u>	<u>1,832,293</u>	<u>(68,883)</u>	<u>1,763,410</u>

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund, in addition to the revaluation reserve, reflects the net book value of the tangible fixed assets used operationally by the charity net of loans secured on them.

18 Financial commitments, guarantees and contingent liabilities

There is a contingent liability of £300,000 in the event of a disposal of the property or its change of use.

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

19 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021 £	2020 £
Aggregate compensation	52,617	49,449

20 Operating lease commitments

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	18,978	11,000
Between two and five years	2,372	2,767
	<u>21,350</u>	<u>13,767</u>

21 Cash generated from operations

	2021 £	2020 £
Surplus for the year	61,358	237,859
Adjustments for:		
Investment income recognised in statement of financial activities	(195)	(724)
Gain on disposal of tangible fixed assets	-	(687)
Depreciation and impairment of tangible fixed assets	95,927	89,183
Movements in working capital:		
Decrease/(increase) in debtors	40,326	(202,088)
(Decrease)/increase in creditors	(55,267)	126,157
Cash generated from operations	<u>142,149</u>	<u>249,700</u>

WIRRELDERLY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

22 Analysis of changes in net (debt)/funds

	At 1 April 2020 £	Cash flows £	At 31 March 2021 £
Cash at bank and in hand	406,100	120,737	526,837
Loans falling due within one year	(70,917)	(4,166)	(75,083)
Loans falling due after more than one year	(606,676)	(7,118)	(613,794)
	<u>(271,493)</u>	<u>109,453</u>	<u>(162,040)</u>
	<u><u>(271,493)</u></u>	<u><u>109,453</u></u>	<u><u>(162,040)</u></u>