

KOINONIA CHRISTIAN CARE

Financial Statements

For the year ended 31 March 2022

COMPANY NUMBER 07140691

CHARITY NUMBER 1135423

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KOINONIA CHRISTIAN CARE

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KOINONIA CHRISTIAN CARE

Trustee's report – statutory information For the year ended 31 March 2022

DIRECTORS AND TRUSTEES

R Turnbull (Chair)

J Bradley

C Carpenter (deceased 24 July 2022)

P Hudson (resigned 31 October 2021)

REGISTERED OFFICE

4 Winchester Road

Worthing

West Sussex

BN11 4DJ

CHARITY NUMBER

1135423

COMPANY NUMBER

07140691

BANKERS

NatWest Bank plc

27 South Street

Worthing

West Sussex

BN11 3AR

AUDITORS

Jacob Cavenagh & Skeet

Chartered Accountants

5 Robin Hood Lane

Sutton

Surrey SM1 2SW

KEY MANAGEMENT PERSONNEL

The directors consider the board of directors, who are the Trust's trustees, and John Manea, Registered Care Manager comprise the key management personnel of the charity in charge of directing and controlling, running and operating the Trust on a day to day basis. All directors give of their time freely and no director received remuneration in the year.

KOINONIA CHRISTIAN CARE

Trustee's report For the year ended 31 March 2022

The trustees who are also directors of the charity for the purposes of the Companies Act present their report together with the financial statements of the charity for the year ended 31st March 2022. They are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The accounts have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, applicable law and the requirements of 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The company's objects are for the public benefit as set out in its Articles of Association. They are to relieve the needs of persons who are in need due to age, sickness or financial hardship including the provision of housing and any associated amenities including domiciliary care in such parts of Worthing, West Sussex, the United Kingdom and the world as the Trustees may from time-to-time think fit.

The sole activity during the year was providing accommodation and care to elderly Christians at a home in Worthing. The home is a registered care home with facilities for 39 residents for long term and respite care.

When planning activities for the year, the trustees have considered the Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

The trustees assess success using customer feedback, occupancy rates and regular Trustee Reports.

ACHIEVEMENTS AND PERFORMANCE

This year has been another busy year at Koinonia. The average occupancy level began at a high level but reduced in the latter part of the year possibly due to the continuing COVID-19 pandemic.

A number of the residents have died through the year and the rooms have been filled by new residents and we were able to give a few people short term respite. We supported their families through their times of loss.

As a Christian family home our residents have appreciated meeting together in the week for prayer and valued the daily Epilogues in the home which this year during the time of lockdown due to COVID-19, has been taken by members of the home's management team and some of the residents. We are encouraged that people continue to support us in this way.

Due to the enforced lockdown many of our usual activities have not taken place this year again. Our busy and caring staff team continued to meet the growing needs of our ageing residents. We pride ourselves in our staff retention record in a sector which traditionally sees care staff moving around from home to home. We have experienced some long term sickness among our senior staff in the latter part of the year which has involved more agency staff. The Manager resigned at the end of October and the Deputy Manager, John Manea is now Registered Care Manager and is continuing to keep the standard of the home high. All the staff are continuing in the training for Dementia Care as an ongoing need for the care we are now doing mainly in Jeannette Gwynne House.

The charity uses the customer feedback organization, Working Feedback, to obtain independent feedback on our services. We also pay high attention to reports from the CQC. The computerized care plans and medical care are continuing to make operations work more efficiently.

The premises continue to be maintained and improved over the year. Through the Pandemic we have continued the upkeep of the premises as much as we could safely achieve. This ensures that the residents are kept safe.

For the whole of the year we like many others have been confronted with the COVID-19 pandemic and this has changed the dynamics of the home for the past 2 years. The management and staff have worked extremely hard to

KOINONIA CHRISTIAN CARE

Trustees' report (continued) For the year ended 31 March 2022

keep our residents safe and we are thankful that despite having a couple of outbreaks, the staff and residents only experienced mild symptoms and no resident died as a result of COVID-19. The staff now carry out LFD testing twice a week. Financial help has been received from the local council and Government.

During the year the trustees have been engaged in the formulating plans and the drawing up of legal agreements to transfer the home to the ownership of Pilgrims' Friend Society. Details of this are covered in the Future Plans section below.

FINANCIAL REVIEW

Financial position

Total income for the year amounted to £1,692,808 (2021: £1,677,340) including legacies and donations. Net expenditure was £18,248 (2021: net expenditure £4,523). The recognition of a provision for impairment against the property of £896,060 meant the Reserves at 31st March 2022 were £2,468,166 (2021: £3,382,474) including £2,53,641 (2021: £2,962,578) invested in fixed assets.

Reserves policy

The charity relied predominantly on amounts received from residents to run the home. This was supplemented by regular supporters and periodic legacies. To ensure financial stability, the charity's policy was to endeavour to maintain a minimum of three months operating expenditure in free reserves (approximately £405,000). The trustees regularly monitored actual income and expenditure and the reserves policy was reviewed along with the preparation of each Annual Budget. We have been able to maintain our reserve figure in the bank due to high occupancy and good management. Free reserves showed £414,525 (2021: £419,896). Cash at bank and in hand at the end of the year was £296,967 (2021: £544,323). Since the year end the assets have been transferred out to Pilgrims' Friend Society (see below).

FUTURE PLANS

To ensure Koinonia Christian Care Home could continue to provide good care for years to come, the trustees had been in discussion with a likeminded charity, Pilgrims' Friend Society, who have a successful track record in running Christian care homes and who had to close their care home in Brighton in 2019. Together we had been planning a new larger Care Home in the Worthing area, which when completed would be operated by PFS. We decided to accelerate plans and to pass on the running of Koinonia to PFS earlier than first anticipated.

On 1 April 2022 all assets were transferred to PFS who took on the active management of Koinonia Christian Care Home from then. Koinonia Christian Care, the charity itself is expected to wind down during the next few years.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Koinonia Christian Care is a charitable company limited by guarantee, incorporated on 29th January 2010 and registered as a charity on 9th April 2010. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. The Articles set out a Statement of Faith, which all members and officers must subscribe to. In the event of the company being wound up members are required to contribute an amount not exceeding £1. The company became operational on 1st February 2010, when all the activities, assets and liabilities of Koinonia (Sussex) Limited, a company registered under the Industrial and Provident Societies Act 1965 were transferred.

Organisational structure

The trustees meet regularly to oversee the running of activities. Daily management is delegated to the Registered Care Home Manager.

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Trustees' report (continued)

For the year ended 31 March 2022

Induction and training of new trustees

Trustees are recruited from interested Christians in the local area. The Charity Commission "Responsibilities of Charity Trustees (CC3)" booklet and background documentation for the charity are given to new trustees and further induction and training given if necessary.

Key management remuneration

The directors consider the board of directors, who are the Trust's trustees, and John Manea, Registered Care Manager, comprise the key management personnel of the charity in charge of directing and controlling, running and operating the Trust on a day to day basis. All directors give of their time freely and no director received remuneration in the year.

The pay of the senior staff is reviewed annually and normally increased in accordance with cost of living. In view of the nature of the charity, the directors consider pay levels in other care homes of a comparable size. The remuneration bench-mark is decided after considering the above.

Risk management

The trustees have conducted a review of the major risks to which the charity is exposed and where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Procedures and policies are in place to ensure compliance with health and safety of staff residents, and visitors to the care home.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of Koinonia Christian Care for the purposes of company law) are responsible for preparing the Trustees' Report (incorporating the directors' report) and the financial statements in accordance with 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).

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 income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

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

The trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the 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.

STATEMENT OF DISCLOSURE TO AUDITOR

So far as each person who was a trustee at the date of approving this report is aware, there is no relevant audit information of which the charity's auditor is unaware. Additionally, the trustees individually have taken all the necessary steps that they ought to have taken as trustees in order to make themselves aware of all relevant audit information and to establish that the charity's auditor is aware of that information.

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Trustees' report (continued) For the year ended 31 March 2022

AUDITORS

Jacob Cavenagh & Skeet were the charitable company's auditors during the year and have expressed their willingness to continue in that capacity.

The above report is prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

Approved by the trustees and signed on their behalf by



Mr R Turnbull (Chairman)

Date: 29-10-2022

KOINONIA CHRISTIAN CARE

Independent auditor's report to the trustees of Pilgrim Homes Trust For the year ended 31 March 2022

OPINION

We have audited the financial statements of Koinonia Christian Care (the charity) for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

FINANCIAL STATEMENTS PREPARED ON A BASIS OTHER THAN A GOING CONCERN

We draw attention to note 1 on page 13 under the heading 'Basis of preparing the financial statements' which explains that, as a result of a transfer on 1 April 2022 of the net assets and operations to another charity, it is no longer appropriate to adopt the going concern basis of accounting. The note also details that no changes to the presentation, classification or valuation of the assets or liabilities is necessary. Our opinion is not modified in this respect.

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 directors 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.

KOINONIA CHRISTIAN CARE

Independent auditor's report to the trustees of Pilgrim Homes Trust (continued) For the year ended 31 March 2022

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.

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 and the strategic 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 strategic report 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 charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included with the trustees' report.

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

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

RESPONSIBILITIES OF TRUSTEES

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

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

KOINONIA CHRISTIAN CARE

Independent auditor's report to the trustees of Pilgrim Homes Trust (continued) **For the year ended 31 March 2022**

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

We have been appointed as auditor under section 145 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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:

Based on our understanding of the charity, we identified that the principal risks of non-compliance with laws and regulations related to charity, financial reporting legislation, health & safety regulations and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011 and the Companies Act 2006.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management, considering the internal controls in place and discussion amongst the engagement team.

We determined that the principal risks were related to:

- disclosure of going concern position
- disclosure of capital commitments or provisions
- recognition of legacy income
- fraudulent extraction of cash
- government grants

In response to the risks identified we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation
- identifying and reviewing journal entries
- discussions with management and review of legal correspondence
- reviewing Trustees' meeting minutes
- evaluating the charity's internal controls

There are inherent limitations in the audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

KOINONIA CHRISTIAN CARE

Independent auditor's report to the trustees of Pilgrim Homes Trust (continued) For the year ended 31 March 2022

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 and regulations made under that Act. 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 its members as a body, for our audit work, for this report, or for the opinions we have formed.



Paul Newton FCA (Senior Statutory Auditor)
for and on behalf of Jacob Cavenagh & Skeet

Chartered Accountants
Statutory Auditor

5 Robin Hood Lane
Sutton
Surrey
SM1 2SW

Date: 01/11/2022

KOINONIA CHRISTIAN CARE

Statement of financial activities (including Income and Expenditure Account) For the year ended 31 March 2022

		2022			2021		
		Unrest- ricted Funds £	Rest- ricted Funds £	Total £	Unrest- ricted Funds £	Rest- ricted Funds £	Total £
	Note						
Income from:							
Donations, legacies and grants	2	152,254	60,698	212,952	8,098	101,772	109,870
Investments	3	48	-	48	215	-	215
Charitable activities	4	<u>1,479,808</u>	-	<u>1,479,808</u>	<u>1,567,255</u>	-	<u>1,567,255</u>
Total income		<u>1,632,110</u>	<u>60,698</u>	<u>1,692,808</u>	<u>1,575,568</u>	<u>101,772</u>	<u>1,677,340</u>
Expenditure on:							
Raising funds		-	-	-	-	-	-
Charitable activities	5	<u>1,650,358</u>	<u>60,698</u>	<u>1,711,056</u>	<u>1,580,091</u>	<u>101,772</u>	<u>1,681,863</u>
Total expenditure		<u>1,650,358</u>	<u>60,698</u>	<u>1,711,056</u>	<u>1,580,091</u>	<u>101,772</u>	<u>1,681,863</u>
Net (expenditure)	6	(18,248)	-	(18,248)	(4,523)	-	(4,523)
Transfers between funds		-	-	-	-	-	-
Other recognised gains/(losses)							
Impairment (loss) on property		(896,060)	-	(896,060)	-	-	-
Net movement in funds		(914,308)	-	(914,308)	(4,523)	-	(4,523)
Reconciliation of funds							
Total funds brought forward		<u>3,382,474</u>	-	<u>3,382,474</u>	<u>3,386,997</u>	-	<u>3,386,997</u>
Total funds carried forward		<u>2,468,166</u>	-	<u>2,468,166</u>	<u>3,382,474</u>	-	<u>3,382,474</u>

All of the activities are continuing. There were no recognised gains or losses.

The notes on pages 13 to 19 form part of these financial statements.

KOINONIA CHRISTIAN CARE

Balance sheet As at 31 March 2022

		2022		2021	
	Note	£	£	£	£
Fixed assets					
Tangible assets	8		2,053,641		2,962,578
Current assets					
Debtors and prepayments	9	282,234		59,413	
Cash at bank and in hand		<u>296,967</u>		<u>544,323</u>	
		579,201		603,736	
Creditors: Amounts falling due within one year	10	<u>(164,676)</u>		<u>(183,840)</u>	
Net current assets			<u>414,525</u>		<u>419,896</u>
Total assets less current liabilities			<u>2,468,166</u>		<u>3,382,474</u>
Net assets			<u>2,468,166</u>		<u>3,382,474</u>
Funds:	11,12,13				
Unrestricted funds			2,468,166		3,382,474
Restricted funds			-		-
Total Funds			<u>2,468,166</u>		<u>3,382,474</u>

The financial statements were approved by the Trustees on 29th October 2022 and signed on their behalf by:



R Turnbull
Chairman

Company Registration No: 07140691

The notes on pages 13 to 19 form part of these financial statements.

KOINONIA CHRISTIAN CARE

Statement of cash flows For the year ended 31 March 2022

	2022 £	2021 £
Cash flows (used in)/from operating activities		
<i>Trading and donations</i>		
Net expenditure	(18,248)	(4,523)
Interest and dividends included in investing activities	(48)	(215)
Depreciation	<u>15,977</u>	<u>16,620</u>
<i>Net cash (used in)/provided by trading and donations</i>	<u>(2,319)</u>	<u>11,882</u>
<i>Working capital movements</i>		
(Increase)/decrease in debtors	(222,821)	2,518
(Decrease)/increase in creditors	<u>(19,164)</u>	<u>20,376</u>
<i>Net cash (used in)/provided by working capital movements</i>	<u>(241,985)</u>	<u>22,894</u>
Net cash (used in)/provided by operating activities	<u>(244,304)</u>	<u>34,776</u>
Cash flows from investing activities		
<i>Tangible fixed assets</i>		
Payments on additions of tangible fixed assets	(3,100)	(21,902)
Interest and dividends received	48	215
Net cash (used in) investing and financing activities	<u>(3,052)</u>	<u>(21,687)</u>
Net cash (outflow)/inflow	<u>(247,356)</u>	<u>13,089</u>
Cash and cash equivalents at 1 April 2021	<u>544,323</u>	<u>531,234</u>
Cash and cash equivalents at 31 March 2022	<u>296,967</u>	<u>544,323</u>

The notes on pages 13 to 19 form part of these financial statements.

KOINONIA CHRISTIAN CARE

Notes to the financial statements For the year ended 31 March 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £1. The financial statements have been prepared under the historical cost convention.

To ensure the continuation of the activities of the charity, the trustees agreed to a transfer of the net assets and operations to Pilgrims' Friend Society (registered charity 1045920), a charity with similar objects and activities on 1 April 2022. As Koinonia Christian Care has chosen to make this transfer it is deemed to have ceased to trade and it is no longer appropriate to adopt the going concern basis of accounting. However, the value of tangible fixed assets is considered to be greater than the net book value and debtors and creditors are current and are recoverable or payable at the values stated in the accounts therefore no adjustments have been required. The activities of Koinonia Christian Care Home have continued in Pilgrims' Friend Society following the transfer and Koinonia Christian Care, the charity itself, is expected to wind down during the next few years.

Income

Rental and ancillary income is recognised on the basis of when the service was provided to the resident. Voluntary income and donations are recognised once the charity has entitlement to the funds, it is probable that the income will be received, and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

- *Fixtures and fittings* - 20% on reducing balance

Taxation

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

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees. Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

KOINONIA CHRISTIAN CARE

Notes to the financial statements (continued) For the year ended 31 March 2022

ACCOUNTING POLICIES (continued)

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Debtors

Debtors are included at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash and cash equivalents

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of opening of the deposit.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation arising from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

Operating leases

Rentals paid under operating leases are charged to the Statement of financial activities on a straight-line basis over the lease term.

Financial instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2. INCOME FROM DONATIONS AND LEGACIES

	2022 £	2021 £
Donations	4,814	8,098
Legacies	147,440	-
Grants	<u>60,698</u>	<u>101,772</u>
	<u>212,952</u>	<u>109,870</u>

3. INCOME FROM INVESTMENTS

	2022 £	2021 £
Bank interest	<u>48</u>	<u>215</u>

KOINONIA CHRISTIAN CARE

Notes to the financial statements (continued) For the year ended 31 March 2022

4. INCOME ON CHARITABLE ACTIVITIES

	2022 £	2021 £
Care provision	<u>1,479,808</u>	<u>1,567,255</u>

5. EXPENDITURE ON CHARITABLE ACTIVITIES

	2022 £	2021 £
Charitable activities	1,695,655	1,670,268
Governance costs	<u>15,401</u>	<u>11,595</u>
	<u>1,711,056</u>	<u>1,681,863</u>

6. NET (EXPENDITURE)/INCOME

	2022 £	2021 £
This is stated after charging:		
Depreciation	15,977	16,630
Auditors' remuneration	<u>4,800</u>	<u>3,240</u>

7. STAFF COSTS

	2022 £	2021 £
Wages and salaries	1,062,466	1,043,114
Social security costs	78,698	77,376
Other pension costs	<u>28,008</u>	<u>15,253</u>
	<u>1,169,172</u>	<u>1,135,743</u>

The average monthly number of employees during the year was 58 (2021: 58)

No employees received emoluments of more than £60,000 (2021: nil)

The trustees were paid no remuneration during the year (2021: nil). Key management personnel received total employee benefits of £52,316 (2021: £50,147).

£Nil (2021: £nil) expenses were reimbursed to trustees during the year.

KOINONIA CHRISTIAN CARE

Notes to the financial statements (continued) For the year ended 31 March 2022

8. TANGIBLE FIXED ASSETS

	Freehold property £	Furniture & fittings £	Total £
Cost			
As at 1 April 2021	2,896,060	212,613	3,108,673
Additions	-	3,100	3,100
Disposals	-	-	-
As at 31 March 2022	<u>2,896,060</u>	<u>215,713</u>	<u>3,111,773</u>
Impairment and depreciation			
As at 1 April 2021	-	146,095	146,095
Depreciation charge for the year	-	15,977	15,977
Impairment	<u>896,060</u>	-	<u>896,060</u>
As at 31 March 2022	<u>896,060</u>	<u>162,072</u>	<u>1,058,132</u>
Net book value			
As at 31 March 2022	<u>2,000,000</u>	<u>53,641</u>	<u>2,053,641</u>
As at 31 March 2021	<u>2,896,060</u>	<u>66,518</u>	<u>2,962,578</u>

9. DEBTORS AND PREPAYMENTS

	2022 £	2021 £
Fees owed	104,693	43,055
Other debtors	177,105	16,162
Gift aid tax payable	<u>436</u>	<u>196</u>
	<u>282,234</u>	<u>59,413</u>

10. CREDITORS AND ACCRUALS: amounts falling due within one year

	2022 £	2021 £
Trade creditors	38,554	50,195
Social security and other taxes	22,114	18,899
Amounts invoiced in advance	71,978	99,796
Other creditors	<u>32,030</u>	<u>14,950</u>
	<u>164,676</u>	<u>183,840</u>

KOINONIA CHRISTIAN CARE

Notes to the financial statements (continued)
For the year ended 31 March 2022

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	General Funds £	Designated Funds £	Restricted Funds £	Total Funds £
2022				
Fixed assets	-	2,053,641	-	2,053,641
Current assets	579,201	-	-	579,201
Current liabilities	(164,676)	-	-	(164,676)
Total Net Assets	<u>414,525</u>	<u>2,053,641</u>	<u>-</u>	<u>2,468,075</u>
	General Funds £	Designated Funds £	Restricted Funds £	Total Funds £
2021				
Fixed assets	-	2,962,578	-	2,962,578
Current assets	603,736	-	-	603,736
Current liabilities	(183,840)	-	-	(183,840)
Total Net Assets	<u>419,896</u>	<u>2,962,578</u>	<u>-</u>	<u>3,382,474</u>

KOINONIA CHRISTIAN CARE

Notes to the financial statements (continued)
For the year ended 31 March 2022

12. FUNDS

	<i>Brought Forward at 1 April April 2021 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers £</i>	<i>Carried forward at 31 March 2022 £</i>
2022					
Unrestricted funds					
General fund	419,896	1,632,110	(1,650,358)	12,877	414,525
Designated Fund	<u>2,962,578</u>	<u>-</u>	<u>(896,060)</u>	<u>(12,877)</u>	<u>2,053,641</u>
Total Unrestricted Funds	3,382,474	1,632,110	(2,546,418)	-	2,468,166
Restricted funds					
Covid grants	<u>-</u>	<u>60,698</u>	<u>(60,698)</u>	<u>-</u>	<u>-</u>
Total funds	<u>3,382,474</u>	<u>1,692,808</u>	<u>(2,607,116)</u>	<u>-</u>	<u>2,468,166</u>
	<i>Brought Forward at 1 April April 2020 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers £</i>	<i>Carried forward at 31 March 2021 £</i>
2021					
Unrestricted funds					
General fund	429,691	1,575,568	(1,580,091)	(5,272)	419,896
Designated Fund	<u>2,957,306</u>	<u>-</u>	<u>-</u>	<u>5,272</u>	<u>2,962,578</u>
Total Unrestricted Funds	3,386,997	1,575,568	(1,580,091)	-	3,382,474
Restricted funds					
Covid grants	<u>-</u>	<u>101,772</u>	<u>(101,772)</u>	<u>-</u>	<u>-</u>
Total funds	<u>3,386,997</u>	<u>1,677,340</u>	<u>(1,681,863)</u>	<u>-</u>	<u>3,382,474</u>

KOINONIA CHRISTIAN CARE

Notes to the financial statements (continued) For the year ended 31 March 2022

13. DESCRIPTION OF FUNDS

General Fund

Assets held in the General Fund are available for the general purposes of the charity.

Designated Funds

Established by the trustee to reflect the value of fixed assets owned by the charity which would not be capable of disposal without affecting the ongoing work of the charity.

Restricted Funds

The restricted fund relates to Covid-19 grants received during the period.

14. LEASE COMMITMENTS

The total future minimum payments under non-cancellable operating leases are as follows:

	2022	2021
	£	£
Within 1 year	14,602	14,602
More than 1 year	<u>13,174</u>	<u>27,776</u>
	<u>27,776</u>	<u>42,378</u>

15. RELATED PARTY TRANSACTIONS

There were no transactions with any related parties in the year (2021: £nil).

16. POST BALANCE SHEET EVENTS

The assets and activities of the charity were transferred to Pilgrims' Friend Society on 1 April 2022.