Preston Bethany Care
(A company limited by guarantee)
Report and Financial Statements
For the Year Ended 31 March 2014

Charity Number: 1140242
Company Number: 07394756

Montpelier Audit Limited
Statutory Auditor
Charter House
Pittman Way
Preston
Lancashire
PR2 9ZD

PRESTON BETHANY CARE

CONTENTS

PRESTON BETHANY CARE

LEGAL AND ADMINISTRATIVE INFORMATION

Charity Name:	Preston Bethany Care
Charity Number:	1140242
Company registration number:	7394756
Registered office and operational address	Bethany House Gamull Lane Ribbleton Preston PR2 6TQ
Operating name	Bethany House
Trustees	Mr P Billsborough Mrs J Kay (Chairperson) Mr A Wright Mr S W Rogers (Secretary) Dr P Johns (Treasurer) Mr D Leeming Miss M Hargreaves Mr E Holland Mr J Henderson
Home Manager:	Mrs G Whitfield
Bankers:	HSBC Bank plc 49a Fishergate Preston PR1 8BQ Kingdom Bank Ruddington Fields Business Park Mere Way Ruddington Nottingham NG11 6JS Cumberland Building Society 90 Fishergate Preston PR1 2NJ

Bankers:	Cumberland Building Society 90 Fishergate Preston PR1 2NJ Furness Building Society 51-55 Duke Street. Barrow in Furness Cumbria LA14 1RT
Solicitors:	Napthens LLP 7 Winckley Square Preston PR1 3JD
Auditor:	Montpelier Audit Limited Statutory Auditor Charter House, Pittman Way Fulwood Preston PR2 9ZD

PRESTON BETHANY CARE

ANNUAL REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2014

The trustees are pleased to present their annual report, together with the audited financial statements of the charity for the year ended 31 March 2014, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes; and confirm that the latter comply with the requirements of the Act, the Articles of Association and the Statement of Recommended Practice: Accounting and Reporting by Charities (issued in March 2005).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 2nd October 2010 and registered as a charity in February 2011. 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. In the event of the company being wound up, members are required to contribute an amount not exceeding £10.

The company was formed to take the assets and responsibility for management of the residential care home Bethany House. This was previously operated for many years by Preston Bethany Trust, a charity founded in March 1981. On 1st April 2011 the assets and responsibility for management of Bethany House was transferred from Preston Bethany Trust to Preston Bethany Care, and subsequently Preston Bethany Trust was removed from the Charity Commission register of charities.

Organisational Structure and Management

The Trustees of the Company (6-9 trustees) act as the management committee of Bethany House. They meet at least four times per year and at each meeting receive reports from the Manager, Treasurer (financial report) and Home Inspection Report. Any other managerial and planning issues are also dealt with. The Manager's report and Treasurer's report are circulated prior to the meeting. The Manager and certain other staff members are also invited to attend these meetings on a non-voting basis.

The day to day affairs of Bethany House are dealt with by the Manager, with input from the Chairman, or Treasurer as appropriate. Staff are appointed by the Manager, with input by Trustees where appropriate, and are employed to cater for the material needs of the residents. A large number of volunteers from many churches in and around Preston assist in catering for the spiritual needs of the residents.

Staff training carries a high priority, and all staff are encouraged to take NVQ courses at an appropriate level. Protocols are in place dealing with protection of vulnerable adults, handling of complaints by residents or their representatives, staff discipline, financial controls within the home, Health and Safety issues etc. Many of these are requirements of registration with the appropriate external bodies. All staff are subjected to a DBS check before commencing employment.

Trustee recruitment, induction and training

The charity trustees are also the company directors for the purposes of company law. Trustees are elected to serve for a period of three years after which they must be re-elected. All trustees give their time voluntarily and receive no benefit from the charity.

On appointment all are inducted in the workings of the charity and provided with the last accounts and minutes of trustee meetings. Information on the role and responsibilities of a trustee is given by provision of appropriate Charity Commission information. All trustees receive a DBS check prior to taking up responsibilities.

Risk Management

The trustees have conducted a review of the major risks to which the charity is exposed. Specific risks, and the appropriate systems and procedures to mitigate these risks, are as follows:-

Closure of the home due to fire or other damage. The insurance policy covers loss of income due to foreseeable risks.

Closure of the home by external bodies. The home is currently registered with the Care Quality Commission which is reviewed annually. An unannounced inspection took place in July 2013, when the CQC found that the 5 standards examined on that occasion (out of a total of 16) were all met. The home is contracted with Lancashire County Council to provide residential care for elderly residents. They have authorised a review of actual costs by an independent company, and have circulated the findings to all home owners in Lancashire. The impact of this on LCC fees is awaited. The home renewed the Investors in People Standard for a further three years in May 2014. It also achieved ISO9001 certification in January 2014.This certification lasts for three years. These items identify some measure of the quality of the home.

Loss of computer held data. Regular daily backups are made of all data, to an external location.

Loss of income due to falling occupancy. The trust monitors occupancy levels (generally in excess of 95%) in planning budgets, staffing levels and future developments.

Changes in Government Funding arrangements. At the time of writing, the government is still in the planning stage with respect to future funding of residential care. However the trustees are careful to note any financial implications which proposed changes may have on the financial viability of the trust.

OBJECTIVES, AIMS AND ACTIVITIES

Our Objectives and Aims

Bethany House is a comprehensively equipped residential care home for the elderly, managed by Preston Bethany Care. It is the objective of Bethany House to provide care to all residents to a standard of excellence which embraces fundamental principles of Good Care Practice, and that this may be witnessed and evaluated through the practice, conduct and control of quality care in the home.

Bethany House is a Christian Home, and a secondary object is that we uphold the principles outlined in the Statement of Faith of the Evangelical Alliance. Respect and assistance are given to enable each resident to follow their faith in the home and to encourage participation in the local church of their particular denomination.

It is the objective of the home that residents shall live in a clean, comfortable and safe environment, and be treated with respect and sensitivity to their individual needs and abilities. Staff will be responsive to the individual needs of residents and will provide the appropriate degree of care to assure the highest possible quality of life within the home.

To meet these client needs the care service within the home is designed to achieve the following objectives:

To deliver a service of the highest quality that will improve and sustain the resident's overall quality of life. In this respect the care service is designed to meet the present and future requirements of the appropriate inspectorates, in a people-oriented fashion.

To ensure that the care service is delivered flexibly, attentively and in a non-discriminatory fashion while respecting each resident's right to independence, privacy, dignity, fulfilment, and the rights to make informed choices and to take risks.

To ensure that each resident's needs and values are respected in matters of religion, culture, race or ethnic origin, sexuality and sexual orientation, political affiliation, marital status, parenthood and disabilities or impairments.

To ensure that the care service in whole is delivered in accordance with agreed Contracts for Care.

To manage and implement a formal programme of staff planning, selection, recruitment, training and personal development to enable resident's care needs to be met.

To manage the care service efficiently and effectively to make best use of resources and to maximise value for money for the residents.

To ensure that all residents receive written information on the home's procedure for handling complaints, comments and compliments, and how to use it.

It is a fundamental ethos that those residents who live in Bethany House should be able to do so in accordance with the home's Statement of Values set out below.

Bethany House aims to provide its residents with a secure, relaxed, and homely environment in which their care, well-being and comfort is of prime importance.

Carers will strive to preserve and maintain the dignity, individuality and privacy of all residents within a warm and caring atmosphere, and in so doing will be sensitive to the residents' ever changing needs. Such needs may be medical / therapeutic (for physical and mental welfare), cultural, psychological, spiritual, emotional and social, and residents are encouraged to participate in the development of their individualised care plans in which the involvement of family and friends may be appropriate and is greatly valued.

This will be achieved through programmes of activities designed to encourage mental alertness, self-esteem, and social interaction with other residents and with recognition of the following core values of care, which are fundamental to the philosophy of our home:

CORE VALUES OF CARE		
PRIVACY	DIGNITY	RIGHTS
INDEPENDENCE	CHOICE	FULFILMENT
SECURITY	RESPECT	EQUALITY

All care staff within the home will be appropriately qualified to deliver the highest standards of care. A continuous staff-training programme is implemented to ensure that these high standards are maintained in line with the latest initiatives and developments in care practices as may be laid down in appropriate legislation.

Objectives For The Year

To fulfil the aims and objectives in the statement of purpose and to consolidate on developments in the preceding year and to see the business stabilise.

Strategies To Achieve The Year's Objectives

This has been achieved by maintaining a high level of occupancy and implementing strategies to maintain consistency in the way we report and record information.

The home is dedicated to the provision of the finest care for its Residents. This will be achieved through the integration of efficient administrative practices with first class standards of care in accordance with the newly published requirements for registration with the Care Quality Commission and appropriate supplementary regulations.

Accordingly, the home has been established with a quality-orientated approach to care. A high degree of quality awareness is developed through all levels of staff through appropriate training and management. To reinforce this, it is the policy of the management that Bethany House shall continue to comply with the requirements of Investors In People in personnel matters and the requirements of ISO 9001 as a quality standard.

Public Benefit

The charity trustees have complied with their duty to have regard to the guidance on public benefit as published by the Charity Commission in exercising their powers or duties.

It should also be pointed out that the costs of building Bethany House were largely met by gifts received by Preston Bethany Trust (so incurring no repayment or interest costs), and since that time Bethany House has been managed by trustees on a voluntary basis. This means that all residents receive a significant benefit because the costs of running Bethany House are effectively subsidised by the very fact that it has always been owned and managed by a charitable organisation. Of course the level of this effective subsidy is not measurable.

In addition, the trustees have given due consideration to the findings of the Charity Commission who have published findings of Public Benefit investigations into three Care Home charities (published on the Charity Commission web site) and have taken note of recent announcements following legal pronouncements with respect to public benefit. Bethany House has no set proportion of the number of publicly funded residents compared to the number of privately funded residents, in accord with the current objects of Preston Bethany Care to provide accommodation "according to their means" and it has always been our policy to accept entrants whose relatives cannot afford our small "Top up" fees. Because the top up fees contribute a small proportion of the total income, the trustees have not found it necessary to set aside funds to "subsidise" residents whose relatives are unable or unwilling to pay the top up fees. Thus ability to pay is not a consideration of acceptance of new residents into Bethany House.

REVIEW OF ACHIEVEMENTS AND PERFORMANCE FOR THE YEAR

Operational Performance Of The Home

The home has the capacity to care for 26 residents and during the year under review we have maintained a high level of occupancy. There is a constant stream of visitors and officials visiting the home, with never a dull moment. The home is managed by a general manager together with senior carers and administrative support.

Developments

The financial stability has enabled us to continually upgrade the existing accommodation and to generally improve the environment of the home. Recent works have included total refurbishment of the bathroom on the short wing. It is planned to introduce a biomass boiler during the present financial year. As part of the UK Government's Renewable Heat Incentive we expect the returns to provide a payback within 7-8 years.The payments are index linked and guaranteed for 20 years. We have already received planning permission for the installation, but we are currently in discussion with the highways authority for building a new roadway entrance for the delivery of fuel. This will make replacement of the life expired gas boiler unnecessary.

Future Plans

The trustees have been discussing possible future developments, and we feel there is still a growing need for Christian care for elderly people who need residential care for a wide range of reasons. Current discussions involve consideration of the best way to achieve this objective.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

Financial Review

The home currently has accreditation from Investors in People and ISO9001 which enables us to receive the highest level of support from the Lancashire County Council (LCC). This consistent high level of support by LCC has enabled the Company to maintain a sound financial base as can be seen in the accompanying audited accounts, which show a surplus for the year of £72,473. This surplus has been achieved through the high occupancy levels maintained during the year.

The attached accounts show the current state of the finances which the trustees consider to be sound. The trustees are satisfied that the assets of the charity are available and adequate to fulfil the obligations of the Charity. They are also satisfied that the accounts comply with current statutory requirements and with the Trust Deed.

Reserves Policy

In accordance with guidelines issued by the Charity Commission the level of reserves is considered and reviewed at regular intervals by the trustees. The trustees have adopted a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity, should be broadly equivalent to six months of expenditure, which for the current year would equate to £271,500. The free reserves (note 8) are £382,469. However, the installation of a Biomass Boiler(for details see under Developments) at a total cost of approximately £110,000 will reduce the level of the free reserves during the present financial year. These reserves are of course needed to continue the current activities of the charity in the event of a significant drop in funding or occupancy levels.

Investment Policy

Under the Trust Deed, the charity has the power to invest any surplus liquid funds as the trustees see fit. The charity has had a policy of keeping such funds in short and medium term deposits which allows the charity to access some of the funds rapidly.

ACCOUNTING AND REPORTING RESPONSIBILITIES

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Preston Bethany Care for the purposes of company law) are responsible for preparing the Trustees' Annual 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 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 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;
- 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 proper 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. The trustees 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

Montpelier Audit Limited were appointed as the charitable company's auditors during the year. The auditors are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Small company exemptions

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (issued in March 2005) and in accordance with special provisions relating to small companies under Part 15 of the Companies Act 2006.

This report was approved by the Board on ...16th June 2014..

Signed on behalf of the trustees

JKay

Janet Kay
Chairperson

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PRESTON BETHANY CARE

FOR THE YEAR ENDED 31 MARCH 2014

We have audited the financial statements of Preston Bethany Care for the for the year ended 31 March 2014 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with chapter 3 of section 16 of the Companies Act 2006. 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.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

As explained more fully in the Trustees' Responsibilities Statement set out on page 9, the trustees (who are also 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.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PRESTON BETHANY CARE

FOR THE YEAR ENDED 31 MARCH 2014

OPINION ON FINANCIAL STATEMENTS
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 2014 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.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006
In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION
We have nothing to report in respect of the following matters where 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 disclosure of trustees' remuneration specified by law are not made; or
- we have not received all the financial 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 exemption in preparing the Trustees' report.

Susan McDonald BSc, FCA, DChA
Senior Statutory Auditor
For and on behalf of
Montpelier Audit Limited, Statutory Auditor
PRESTON

Montpelier Audit Limited.

Date: 18th July 2014.

PRESTON BETHANY CARE

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT) FOR THE FOR THE YEAR ENDED 31 MARCH 2014

		Unrestricted Funds		
Incoming Resources From Charitable Activities:		**2014** **£**		2013 £
Residential Fees		**609,937**		*543,710*
Voluntary Income				
Donations & Other Income		**558**		*1,495*
Investment Income				
Bank deposit interest		**5,142**		*3,656*
Total Incoming Resources		**615,637**		*548,861*
Resources Expended:				
Charitable Activities				
Food & consumables	**46,470**		*43,963*	
Staff costs (Note 3)	**398,994**		*396,912*	
Heat & light	**18,658**		*18,843*	
Water rates & council tax	**8,069**		*7,750*	
Rest home insurance	**2,885**		*3,550*	
Registration and other fees	**3,549**		*4,132*	
Telephone	**1,032**		*1,022*	
Printing, postage, stationery & advertising	**2,646**		*2,769*	
Repairs & renewals	**16,688**		*23,168*	
Motor expenses	**551**		*649*	
Miscellaneous	**3,937**		*4,859*	
Gardening	**2,385**		*2,393*	
Clinical waste	**4,832**		*5,156*	
Quality assurance costs	**3,237**		*1,086*	
Training	**2,204**		*1,562*	
Depreciation	**17,006**		*24,171*	
Loss on disposal of fixed assets	**660**		-	
Bank charges	**32**		*36*	
	533,835		*542,021*	
Governance Costs				
Accountancy services	**6,111**		*6,601*	
Audit fee	**2,750**		*2,700*	
Trustees insurance	**468**		*471*	
Legal & professional fees	-		-	
	9,329		*9,772*	
Total Resources Expended (Note 4)		**(543,164)**		*(551,793)*
Net Income/(Expenditure)		**72,473**		*(2,932)*
Fund balances brought forward at 1 April 2013		**771,553**		*774,485*
Fund Balances Carried Forward (Note 8)		**844,026**		*771,553*

PRESTON BETHANY CARE

Company number 07394756

BALANCE SHEET AS AT 31 MARCH 2014

	Notes	2014	2014	2013	2013
		£	£	£	£
Fixed Assets					
Tangible fixed assets	5		**461,557**		*474,295*
Current Assets					
Debtors and prepayments	6	**6,391**		*10,289*	
Bank and cash balances		**411,678**		*312,262*	
		418,069		*322,551*	
Creditors: Amounts falling due within one year	7	**(35,600)**		*(25,293)*	
Net Current Assets			**382,469**		*297,258*
Total Assets Less Current Liabilities	9		**844,026**		*771,553*
Represented By:					
Unrestricted funds	8		**844,026**		*771,553*
			844,026		*771,553*

The financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the trustees and authorised for issue on 16th June 2014 and signed on their behalf by;

Dr Philip Johns
Treasurer

Dated: 16th June 2014

1 **STATEMENT OF ACCOUNTING POLICIES**

The following accounting polices have been used consistently in dealing with items which are of a material nature in relation to the financial statements

Basis of accounts preparation
The Financial Statements have been prepared under the historical cost convention, the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the Statement of Recommended Practice on Accounting and Reporting by Charities: The Charities SORP 2005.

Incoming resources
Resident fees are included on a receivable basis.

Grant income
Grant income is accounted for on a receivable basis in the period to which it relates.

Voluntary income
Donations of fixed assets are included at market value.
The value of services provided by volunteers has not been included.
Donations are recognised in the financial statements on a cash receipts basis and allocated to the appropriate fund in the Statement of Financial Activities.

Unrestricted funds
These are incoming resources receivable for the objects of the charity without further specified purpose and are available as general funds.

Designated funds
These are unrestricted funds set aside by the trustees at their discretion for a designated purpose or incoming resources where donors have expressed a preference without imposing a trust.

Restricted funds
Incoming resources subject to specific trusts, which must be expended on a specific purpose as set out by the donor. Expenditure which meets these criteria are charged to the fund.

Resourses expended
Expenditure is accounted for on an accruals basis. Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services.

Governance costs
Governance costs comprise the costs of running the charity, including strategic planning for its future development, external audit, any legal advice for the home, and all the costs of complying with constitutional and statutory requirements, such as the cost of preparing statutory accounts and satisfying public accountability.

1 STATEMENT OF ACCOUNTING POLICIES (continued)

Irrecoverable value added tax

As the Charity's activities are classified as exempt for the purposes of Value added tax, the Charity is unable to reclaim value added tax which it suffers on its purchases. Expenditure in these financial statements is therefore shown inclusive of Value added tax paid.

Fixed assets

Individual tangible fixed assets are capitalised at cost. The trustees do not apply a minimum value on items that will be recognised as fixed assets. The trustees review the fixed assets and the general décor of the home on a quarterly basis and implement a policy of repairs or replacement as necessary in the best interests of the charity.

Depreciation

Depreciation is provided at the following rates based on the estimated useful lives of the fixed assets and the anticipated residual value:-

Leasehold land and buildings		Over the life of the lease
Fixed plant	15%	p.a. straight line
Fixture & fittings and furniture & equipment	20%	p.a. reducing balance
Computer equipment	33 1/3%	p.a. straight line

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions are charged to the profit and loss account and included in staff costs.

2 NET INCOMING RESCOURSES

	2014	*2013*
	£	*£*
Net income for the year is arrived at after charging:		
Depreciation of tangible fixed assets:		
- leasehold property	**5,837**	*5,998*
- owned assets	**11,169**	*18,204*
Loss on disposal of fixed assets	**-**	*602*
Auditor's remuneration for audit services	**2,750**	*2,500*
Trustees liability insurance	**468**	*475*

3 EMPLOYEES REMUNERATION

	2014	*2013*
Staff costs were as follows:	£	*£*
Wages and salaries	**377,261**	*375,305*
Pension contributions	**1,581**	*1,135*
Social security costs	**20,152**	*20,472*
	398,994	*396,912*

The average monthly number of employees during the year was as follows:

	2014	*2013*
Management and administration	**3**	*2*
Catering	**6**	*6*
Care assistants/nurses	**28**	*28*
	37	*36*

No employee earned £60,000 per annum or more.

4 ANALYSIS OF TOTAL RESOURCES EXPENDED

	Note	Staff Costs	Other	Deprec-iation	Total
		£	£	£	£
Charitable activities					
Care of residents		398,994	117,835	17,006	**533,835**
Governance costs			9,329		**9,329**
Total		**398,994**	**127,164**	**17,006**	**543,164**

5 FIXED ASSETS

	Long Leasehold Land and Buildings	Fixed Plant	Furniture and Equipment	Fixtures and Fittings	Computer Equipment	Total
	£	£	£	£	£	£
Cost						
At 1 April 2013	521,692	71,031	3,704	118,696	11,821	726,944
Additions	-	-	655	4,033	240	4,928
Disposals	-	-	(89)	(3,376)	(2,178)	(5,643)
At 31 March 2014	**521,692**	**71,031**	**4,270**	**119,353**	**9,883**	**726,229**
Depreciation						
At 1 April 2013	89,721	51,230	3,188	96,759	11,751	252,649
Charge for the year	5,837	5,725	232	5,061	151	17,006
Disposals	-	-	(79)	(2,726)	(2,178)	(4,983)
At 31 March 2014	**95,558**	**56,955**	**3,341**	**99,094**	**9,724**	**264,672**
Net Book Value At 31 March 2014	**426,134**	**14,076**	**929**	**20,259**	**159**	**461,557**
Net Book Value At 31 March 2013	431,971	19,801	516	21,937	70	474,295

6 DEBTORS

	2014	2013
	£	£
These comprise:		
Residents fees	**4,148**	*7,754*
Prepayments and accrued income	**1,823**	*1,415*
Other debtors	**420**	*1,120*
	6,391	*10,289*

7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014 £	*2013 £*
Residents fees in advance	**16,036**	*6,832*
Trade creditors	**8,435**	*7,547*
Accruals	**7,744**	*7,212*
PAYE	**3,385**	*3,702*
	35,600	*25,293*

8 UNRESTRICTED INCOME FUND

	Balance at 31 March 2013 £	Incoming Resources £	Outgoing Resources £	Transfers £	Balance at 31 March 2014 £
General Fund					
- Free reserve fund	297,258	615,637	(525,498)	(4,928)	382,469
Designated Fund					
- Property asset fund at cost	474,295		(17,666)	4,928	461,557
	771,553	**615,637**	**(543,164)**	**-**	**844,026**

The general fund is the 'free reserves' of the charity after allowing for all designated funds.

The designated property asset fund is the value of the unrestricted funds represented by the tangible fixed assets owned by the charity.

Transfers between funds arise when income is received which is required to be spent on fixed assets.

9 ANALYSIS OF NET ASSETS OF THE CHARITY

The fund balance at 31 March 2014 is represented by:

	Unrestricted Funds	
	2014	*2013*
	£	*£*
Tangible fixed assets	**461,557**	*474,295*
Cash at bank and in hand	**411,678**	*312,262*
Current assets	**6,391**	*10,289*
Current liabilities	**(35,600)**	*(25,293)*
Total Net Assets	**844,026**	*771,553*

10 TRANSACTIONS WITH TRUSTEES

Neither the trustees or persons connected with them have received any remuneration during the period.

Insurance premiums during the year amounting to £468 (2013: £471) were incurred by the charity in respect of indemnity insurance for the trustees.

During the year goods and services were purchased from Stephenson and Wright Ltd totalling £2,189 (2013: £7,909). Mr A Wright, a director and trustee of the charity, is a director and shareholder in Stephenson and Wright Ltd.

The charity has not met any individual expenses incurred by the trustees for services provided to the charity, during the year.

11 AUDITORS REMUNERATION

	2014	*2013*
	£	*£*
Audit Services	**2,750**	*2,500*
Accountancy Services	**4,023**	*3,496*
Other Services	**1,656**	*2,172*
	8,429	*8,168*

12 TAXATION

The charity is exempt from tax on its charitable activities.

13 COMPANY LIMITED BY GUARANTEE

The charity is a company limited by guarantee and has no share capital. The liability of members in the event of a winding up is limited to £10 per member.