Charity Registration No. SC045944 (Scotland)

Company Registration No. SC512066 (Scotland)

ST FRANCIS CARE HOME

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2025

ST FRANCIS CARE HOME

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Sister Valerie Anne Taylor Sister Eugenie Roddy Sister Patricia Jordan Sister Lisette Prele Sister Dorothy Black
Secretary	McSparran McCormick
Charity number	SC045944
Company number	SC512066
Principal address	54 Merryland Street Govan Glasgow G51 2QE
Registered office	McSparran McCormick 19 Waterloo Street Glasgow G2 6AH
Auditor	Accountants Plus (Hamilton) Ltd Second Floor, Airbles House 270 Airbles Road Motherwell ML1 3AT
Bankers	Royal Bank of Scotland 2139 Paisley Road West Glasgow G52 3JW
Key Management Personnel	Sister Lisette Prele - Home Manager Salimma Joseph - Assistant Manager
Board of Management	Frank Walker (Chair) Dr Angela Campbell Brian Padaruth

ST FRANCIS CARE HOME

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ST FRANCIS CARE HOME

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 JULY 2025

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their annual report and financial statements for the year ended 31 July 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 charity's articles of association and its accompanying guidance notes, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) 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 charity's objects are to operate as a Care Home in Govan, Glasgow under the patronage of the Franciscan Sisters Minoresses and the provision of care for those in need by reason of age, ill health or disability. The home has a capacity at 40 rooms, all providing en-suite facilities.

Since opening, the Home has been a source of great comfort to thousands of patients and their families. The Care Home is embedded in the finest traditions of the Catholic Faith and since its foundation it has been, and remains, open to all in need of care regardless of race, gender, religion, or diagnosis ensuring that no individual is ever excluded.

The Home continues to do everything possible to ensure the best resources are available for both the present and the future to support the continuing care of patients and their families.

Future Plans

The trustees intend to continue investing in its staff and the physical environment to provide the best possible environment and experience for residents.

Public benefit

The Trustees have paid due regard to guidance issued by OSCR in deciding what activities the charity should undertake.

Achievements and performance

Significant activities and achievements against objectives

The Trustees are pleased with the continued progress of the charity. The charity operations are regulated by the Care Inspectorate.

Trade was transferred on 1 August 2018 from St Francis Nursing Home. St Francis Nursing Home retains the property which is occupied by St Francis Care Home free of charge.

Financial review

During the financial year the charity was solvent at all times: that is, with adequate reserves and assets to meet all liabilities of which the Trustees were aware. This position reflects prudent financial planning and active cost management, which enabled the charity to absorb increased operating costs, including higher staff costs, while reporting an improved surplus for the year. We remain committed to continuous improvement to ensure the Care Home continues to excel. The Trustees accordingly consider the projections for 2025/26 remain fair allowing the organisation to deliver activities in line with its aims and objectives and continue to meet its liabilities as they fall due.

The home has implemented a new accounting system to allow better and more timely reporting of financial performance. This will be measured against budgets being prepared by the board of management

Going concern
The Trustees have reviewed the charity's cash flow forecast for the next 12 months and, based on cost savings and planning to increase future fees, they believe the organisation can meet their liabilities as they fall due since the year end. The Trustees are therefore confident that the Care Home is a going concern.

Reserves policy
The Trustees have agreed reserves will be maintained as cash until a level of unrestricted reserves is equivalent to 3-6 months of running costs. The level of general reserves as at 31 July 2025 was £565,956.

Funding
The Home's income is largely derived from fees charged to residents and local authorities.

Major risks
The Trustees are in the process of assessing the major risks to which the charity is exposed, and will ensure that systems are in place to mitigate exposure to the major risks.

Structure, governance and management
The charity is a company limited by guarantee. The company was incorporated on 31 July 2015. It took over the trading activities of St Francis Nursing Home on 1 August 2018. Its governing document is the Memorandum and Articles of Association.

Governance – The Trustees are responsible for the strategic direction of the organisation, setting the annual budget, employment policies, health and safety etc.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:
Sister Valerie Anne Taylor
Sister Eugenie Roddy
Sister Patricia Jordan
Sister Lisette Prele
Sister Dorothy Black

Recruitment and appointment of trustees
None of the Trustees has any beneficial interest in the company. All of the New trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The Trustees, who are Directors of the Company for the purposes of Company Law, are appointed by the Members of the Company. Directors are appointed based on their qualifications, skills and experience and ensures all new Board Members and Trustees are informed of the Home's strategy, activities and objectives. As part of the governance review formal Director Induction will be established to ensure the Role of the Charity Trustee and Code of Conduct is in place for Board Directors.

ST FRANCIS CARE HOME

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

Organisational structure

Management - Operational management is delegated by the Trustees to a Board of Management. Two of the Trustees sit on this Board, as well as members with financial and healthcare expertise, along with the manager of the Home.

Quality Assurance – The Care Home has all relevant insurance including buildings, contents, employer's liability and Directors Indemnity insurance The Care Home is contracted with Peninsula to provide the charity with professional support and advice on employment and human resources matters. This has the effect that providing the charity has taken the advice of Peninsula as external professional advisors, in the event that any dispute proceeds to an employment tribunal, the Care Homes insurers meet all costs and any payment that might be awarded to an aggrieved litigant.

The Trustees are responsible for monitoring the charity's systems for internal financial controls. The system of controls aims to give the Trustees reasonable assurance that issues are identified as they arise and are dealt with appropriately in an effective and timely manner.

Auditor

Stirling Toner Ltd resigned as auditors and Accountants Plus were appointed as the new auditors.

The Trustees, who are also the directors of St Francis Care Home 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity 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 2019 (FRS 102);

- 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 charity 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 charity and enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:-
- There is no relevant audit information of which the charity's auditor is unaware and
- we have taken all the steps that we ought to have taken as trustees in order to make ourselves aware of any audit information and to establish that the charity's auditor is aware of that information.

Inappropriate use of funds

During the previous financial year, it was discovered that the charity had been subject to instances of inappropriate use of funds by an employee relating to the prior periods totalling £74,063.30. This has been reported to the charities regulator, OSCR, as well as the police. As this is currently under police investigation further elaboration at this time is not possible. We would however say that this has been a shock to everyone at the Care Home but has resulted in significant changes to our book-keeping structure.

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

Sister Patricia Jordan

Sister Patricia Jordan
Trustee

29 July 2026

ST FRANCIS CARE HOME

REPORT OF THE INDEPENDENT AUDITORS

TO THE TRUSTEES AND MEMBERS OF ST FRANCIS CARE HOME

Opinion

We have audited the financial statements of St Francis Care Home (the 'charitable company') for the year ended 31 July 2025 which comprise the Statement of Financial Activities, Balance Sheet, the Cash Flow Statement and 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 (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 July 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, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 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 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.

REPORT OF THE INDEPENDENT AUDITORS
TO THE TRUSTEES AND MEMBERS OF ST FRANCIS CARE HOME

Other information
The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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 the audit:

- The information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The Report of the Trustees 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 Report of the Trustees.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) 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.

ST FRANCIS CARE HOME

REPORT OF THE INDEPENDENT AUDITORS

TO THE TRUSTEES AND MEMBERS OF ST FRANCIS CARE HOME

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities the trustees 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.

Our 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 a Report of the Independent Auditors 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:

The objectives of our audit are to identify and assess the risks of material misstatement of the financial statements due to fraud or error; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud or error; and to respond appropriately to those risks.

The key factors impacting the detection of irregularities are the inherent difficulty in detecting irregularities, the effectiveness of the company's controls and the nature, timing and extent of the audit procedures performed.

We note that it can be harder to detect irregularities arising due to fraud as they may involve deliberate concealment or collusion. We focused on laws and regulations that could give rise to a material misstatement in the financial statements including, but not limited to, the Companies Act 2006, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Charities and Trustee Investment (Scotland) Act 2005 and significant regulations relating to the sector in which the company operates.

Our procedures in relation to fraud and irregularities included but were not limited to:
- Inquiries of management whether they have knowledge of any actual, suspected or alleged fraud.
- Gaining an understanding of the legal and regulatory framework through discussion with management and identifying how the entity ensures compliance through a review of systems. Assessing the collective ability of the audit team to identify or recognize non-compliance with laws and regulations. We identified the following as significant laws and regulations for this company - Scottish charity regulations.
- Gaining an understanding of the internal controls established to mitigate risk related to fraud.
- Making an assessment of the susceptibility of the charity's financial statements to material misstatement.
- Carrying out a review of accounting systems and procedure and making an assessment on the effectiveness of its control environment.
- Identifying the principal risks where fraud could take place eg posting manual journal entries to manipulate financial performance, management bias through judgements and assumptions in significant accounting estimates and significant one-off or unusual transaction. Discussion of these matters by the audit team.
- Addressing the risk of fraud through management override of controls by performing journal entry testing.
- Review of board minutes and relevant correspondence with regulators and legal advisors.
- Agreement of the financial statement disclosures to underlying supporting documentation.

The primary responsibility for the prevention and detection of irregularities including fraud rests with both those charged with governance and management.

Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK).

In particular, the more removed from the financial transactions, the less likely it is that we would become aware of non-compliance with laws and regulations.

As a result of our procedures, we did not identify any key audit matters relating to irregularities.

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 Report of the Independent Auditors.

ST FRANCIS CARE HOME

REPORT OF THE INDEPENDENT AUDITORS

TO THE TRUSTEES AND MEMBERS OF ST FRANCIS CARE HOME

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 to the charitable company's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and the trustees 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.

Bryan J T Wood FCCA (Senior Statutory Auditor)
For and on behalf of Accountants Plus (Hamilton) Ltd, T/A Accountants Plus
Statutory Auditor

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

Second Floor, Airbles House
270 Airbles Road, Motherwell, ML1 3AT

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29/7/26

ST FRANCIS CARE HOME

STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2025

	Notes	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Income and endowments from:							
Donations and legacies	3	186,689	-	186,689	74,605	4,626	79,231
Charitable activities	4	2,189,439	-	2,189,439	2,055,000	-	2,055,000
Investments	5	2,878	-	2,878	1,245	-	1,245
Other income	6	813	-	813	8,291	-	8,291
Total income		2,379,819	-	2,379,819	2,139,141	4,626	2,143,767
Expenditure on:							
Charitable activities	7	2,243,710	-	2,243,710	2,120,673	-	2,120,673
Net income for the year/ Net movement in funds		136,109	-	136,109	18,468	4,626	23,094
Total funds brought forward		429,847	4,626	434,473	411,379	-	411,379
Fund balances at 31 July		565,956	4,626	570,582	429,847	4,626	434,473

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

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

ST FRANCIS CARE HOME

BALANCE SHEET

AS AT 31 JULY 2025

	Notes	2025 £	2025 £	2024 £	2024 £
Fixed assets					
Tangible assets	12		109,365		143,405
Current assets					
Debtors	14	153,854		132,864	
Cash at bank and in hand		439,471		345,341	
		593,325		478,205	
Creditors: amounts falling due within one year	15	(132,108)		(187,137)	
Net current assets			461,217		291,068
Total assets less current liabilities			570,582		434,473
The funds of the charity					
Restricted funds	17		4,626		4,626
General unrestricted funds	19	(28,225)		(164,334)	
Capital reserve - Unrestricted		594,181		594,181	
			565,956		429,847
			570,582		434,473

The trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 29 July 2026

Sister Patricia Jordan

Sister Patricia Jordan
Trustee

Company Registration No. SC512066

ST FRANCIS CARE HOME

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2025

	Notes	2025 £	2025 £	2024 £	2024 £
Cash flows from operating activities					
Cash Generated by Operations	**24**		122,639		311,064
Investing activities					
Purchase of tangible fixed assets		(31,389)		(27,755)	
Proceeds on disposal of tangible fixed assets		-		22,710	
Investment income received		2,879		1,245	
Net cash used in investing activities			(28,510)		(3,800)
Net increase in cash and cash equivalents			94,129		307,264
Cash and cash equivalents at beginning of year			345,341		38,077
Cash and cash equivalents at end of year			439,470		345,341

1 Accounting policies

Charity information

St Francis Care Home is a private company limited by guarantee incorporated in Scotland. The registered office is McSparran McCormick, 19 Waterloo Street, Glasgow G2 6AH

1.1 Accounting convention

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

The financial statements have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Income

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

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

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

1.5 Expenditure

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.

1 Accounting policies **(Continued)**

1.6 Tangible fixed assets

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

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

Plant and equipment	20% SL
Fixtures and fittings	20% SL
Computers	20% SL
Motor vehicles	25% on reduced 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 charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 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.

1.9 Financial instruments

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

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

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

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.

1 Accounting policies **(Continued)**

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.10 Taxation

The charity is exempt from tax on its charitable activities.

1.11 Employee benefits

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

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

1.12 Retirement benefits

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

2 Critical accounting estimates and judgements

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

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

Depreciation is provided over the estimated useful economic lives of tangible fixed assets. The Trustees review the useful lives, residual values and carrying amounts at each reporting date, with any changes reflected in future depreciation charges.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds	Restricted funds	Total
	2025	2024	2024	2024
	£	£	£	£
Donations	186,689	74,605	-	74,605
Government grant income	-	-	4,626	4,626
	186,689	74,605	4,626	79,231

4 Income from charitable activities

	Unrestricted funds 2025	**Unrestricted funds 2024**
	£	**£**
Charitable Income	2,189,439	2,055,000

5 Income from investments

	Unrestricted funds 2025	**Unrestricted funds 2024**
	£	**£**
Interest receivable	2,878	1,245

6 Other income

	Unrestricted funds 2025	**Unrestricted funds 2024**
	£	**£**
Net gain on disposal of tangible fixed assets	-	8,291
Other income	813	-
	813	8,291

ST FRANCIS CARE HOME

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

7 Charitable activities

	Charitable Expenditure 2025 £	Charitable Expenditure 2024 £
Staff costs	1,746,779	1,559,085
Depreciation	65,427	39,553
Motor & Travel	2,536	1,301
Rates, water & insurance	33,403	28,097
Exceptional Items	-	74,063
Light & Heat	61,562	80,619
Telephone	26,375	24,763
Postage & stationery	5,612	6,274
Repairs & Renewals	32,965	42,088
Sundries	12,060	18,767
Catering, housekeeping & uniforms	122,559	103,782
Bad debts	-	35,535
Course & Training	6,976	7,574
Cleaning & Laundry	39,259	30,788
Donations	994	788
Bank charges	3,676	3,489
Computer expenses	19,484	23,849
	2,179,667	2,080,415
Legal, professional and accountancy fees	52,102	32,970
Audit fee	11,940	6,525
Other interest payable	-	763
	2,243,709	2,120,673

8 Legal, professional and accountancy fees

	Charitable Expenditure 2025 £	Charitable Expenditure 2024 £
Legal, professional and accountancy fees		
Legal & professional	24,378	21,038
Accountancy fees	27,724	11,932
	52,102	32,970

-

9 Net movement in funds

	2025	2024
	£	£
The net movement in funds is stated after charging/(crediting):		
Depreciation of owned tangible fixed assets	65,427	39,554
Loss/(profit) on disposal of tangible fixed assets	-	(8,291)

10 Employees

The average monthly number of employees during the year was:

	2025 Number	2024 Number
Total	69	68

Employment costs	2025	2024
	£	£
Wages and salaries	1,571,996	1,426,242
Social security costs	146,699	108,944
Other pension costs	28,084	23,899
	1,746,779	1,559,085

There were no employees whose annual remuneration was more than £60,000.

	2025	2024
Key management personnel remuneration	115,481	97,437

11 Taxation

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

12 Tangible fixed assets

	Plant and equipment	Fixtures and fittings	Computers	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 August 2024	54,725	212,487	6,596	17,552	291,360
Additions	1,935	29,454	-	-	31,389
At 31 July 2025	56,660	241,941	6,596	17,552	322,749
Depreciation and impairment					
At 1 August 2024	40,192	102,058	1,319	4,388	147,957
Depreciation charged in the year	11,331	48,388	1,319	4,388	65,427
At 31 July 2025	51,524	150,446	2,638	8,776	213,384
Carrying amount					
At 31 July 2025	5,136	91,495	3,958	8,776	109,365
At 31 July 2024	14,533	110,431	5,277	13,164	143,405

13 Financial instruments

	2025	2024
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	87,435	71,387
Carrying amount of financial liabilities		
Measured at amortised cost	132,127	141,397

14 Debtors

	2025	2024
Amounts falling due within one year:	£	£
Trade debtors	87,435	71,387
Prepayments and accrued income	66,419	61,477
	153,854	132,864

15 Creditors: amounts falling due within one year

	2025	2024
	£	£
Loan from Pension Fund	6,111	4,924
Other taxation and social security	(19)	45,740
Trade creditors	15,571	23,206
Other creditors	13,605	24,330
Accruals and deferred income	96,840	88,937
	132,108	187,137

16 Retirement benefit schemes

	2025	2024
Defined contribution schemes	£	£
Charge to profit or loss in respect of defined contribution schemes	28,084	23,899

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

17 Restricted funds

The restricted funds of the charity includes a grant of £4,626. The funds will be used to partially fund renewal costs for a lift.

	At 1 August 2024	Incoming resources	At 31 July 2025
	£	£	£
Lift Renewal	4,626	-	4,626

Previous year:	At 1 August 2023	Incoming resources	At 31 July 2024
	£	£	£
Lift Renewal	-	4,626	4,626

18 Analysis of net assets between funds

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £
At 31 July 2025:			
Tangible assets	109,365	-	109,365
Current assets/(liabilities)	456,591	4,626	461,217
	565,956	4,626	570,582

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 31 July 2024:			
Tangible assets	143,405	-	143,405
Current assets/(liabilities)	286,442	4,626	291,068
	429,847	4,626	434,473

19 Unrestricted funds

		Movement in funds			Movement in funds		
	Balance at 1 August 2023 £	Incoming Resources £	Resources expended £	Balance at 1 August 2024 £	Incoming Resources £	Resources expended £	Balance at 31 July 2025 £
Unrestricted reserves	(182,802)	2,139,141	(2,120,673)	(164,334)	2,379,819	(2,243,710)	(28,225)
Capital Reserve Unrestricted	594,181	-	-	594,181	-	-	594,181
	411,379	2,139,141	(2,120,673)	429,847	2,379,819	(2,243,710)	565,956

20 Capital reserve

This consists of the net assets of the former St Francis Nursing Home taken over by St Francis Care Home, at 1 August 2018 and amounts received/paid in the year to 31 July 2020. These funds are unrestricted.

21 Related party transactions and trustee's remuneration

21 Related party transactions and trustee's remuneration **(Continued)**

During the year to 31 July 2025 the Charity paid £27,724 (2024: £11,932) for accountancy services provided by F L Walker & Company Ltd. Frank Walker sits on the Board of Management of the charity and is also a director of F L Walker & Company Ltd. The services were provided at an arms length basis.

During the year to 31 July 2025, trustee Sister Lisette Prele, was employed by the charity as Care Home Manager and received total remuneration including gross pay, employer NIC and employer pension of £60,967 (2024: £59,031) for this role.

The home operates from a building owned by St Francis Nursing Home a charity with the same trustees. No rent is charged.

The trustees were not reimbursed for expenses incurred.

There were no amounts due to related parties at the year end.

22 Impending Costs

The Care Home replaced a lift after the year year end at a cost of £18,816. Grant of £4,626 received in the prior year will be utilized for this purpose.

23 Exceptional Item

	2025	2024
Staff defalcation costs	-	74,063.30

24 Cash generated from/(absorbed by) operations

	2025 £	2024 £
Surplus for the year	136,109	23,094
Adjustments for:		
Investment income recognised in statement of financial activities	(2,878)	(1,245)
Gain on disposal of tangible fixed assets	-	(8,291)
Depreciation and impairment of tangible fixed assets	65,427	39,553
Movements in working capital:		
(Increase)/decrease in debtors	(20,990)	235,171
(Decrease) in creditors	(55,029)	22,782
Cash generated from/(absorbed by) operations	122,639	311,064