

Charity registration number: 1062023

JAH-JIREH CHARITY HOMES
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2015

JAH-JIREH CHARITY HOMES

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JAH-JIREH CHARITY HOMES

CHARITY REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Jah-Jireh Charity Homes
Charity registration number	1062023
Trustees	E W Delaney - Chairman G R Alderson (deceased 13 May 2016) W J Bull (deceased 5 August 2015) P J Cutting R Jones A Kendall R J Pople F Sartin C Stringer A Sugden (resigned 12 August 2015) S Leather (resigned 2 December 2015) J Stacey R Telles (appointed 25 April 2015) C Bland (appointed 25 April 2015) G Cockshott (appointed 12 August 2015) J Wigmore (appointed 12 August 2015)
Chief executive officer	E W Delaney
Registered office	317 Lytham Road Warton Preston PR4 1TE
Auditor	Moore and Smalley LLP Chartered Accountants & Statutory Auditors Richard House Winckley Square Preston PR1 3HP
Bankers	National Westminster Bank plc 13 Whitegate Drive Blackpool FY3 9AG
Solicitors	Roland Robinsons and Fentons 87 Adelaide Street Blackpool

JAH-JIREH CHARITY HOMES

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2015

The trustees present their report and the audited financial statements of the charity for the year ended 31 December 2015. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's governing document, the Charities Act 2011 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 published on 16 July 2014.

Structure, governance and management

Governing document

Jah-Jireh Charity Homes is governed by a Trust Deed dated 1 April 1997 as amended by a supplemental deed dated 25 February 2005. The charity is registered under the name Jah-Jireh Homes with the Charity Commission (charity number 1062023).

Recruitment, appointment, induction and training of trustees

The minimum number of trustees shall be four with no maximum number. The trustees must be a respected member of a Congregation of Jehovah's Witnesses and shall remain so and be in good standing. Trustees are appointed by a resolution of a meeting of the trustees. A memorandum of his appointment shall be signed by the persons present at such meeting and every new trustee, before acting in the trust of the deed must sign the minute book for which provision is made, a declaration of acceptance and of willingness to act in the trusts declared in the trust deed. New trustees receive information appropriate to the role. The Trustees hold a range of professional qualifications including in accountancy; law and civil engineering.

Organisational structure

The trustees who served during the year are shown on page 1. The trustees meet at least twice a year. In addition, there are various committees that support the trustees. The current committees are Operations, Finance, Buildings, Legal, Media and International. The committees are made up of trustees and some head office staff. Day to day decisions are made by the Operations committee and are assisted by staff at the head office and homes of the charity.

Related parties

The trustees provide advice and assistance to Jehovah's Witness communities internationally and at home, including direct visits to explain and replicate the Jah-Jireh Charity Homes experience.

Risk management

The trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen the risks.

JAH-JIREH CHARITY HOMES

TRUSTEES' ANNUAL REPORT (CONTINUED)

YEAR ENDED 31 DECEMBER 2015

Remuneration of key management personnel

The charity considers its key management personnel to comprise of the chief executive officer, senior care manager, operating committee member/property asset manager, finance manager, administration manager, and the business and care managers from each of the four homes. Remuneration of key management is set in line with the market rate for the specific role and is reviewed annually by the Operations Committee.

Objectives and activities

Objects

The objects of the charity are:

- The provision of care facilities for Jehovah's Witnesses in good standing who have need of such facilities by reason of their age, infirmity or economic circumstances;
- The advancement of Christian religion as practised by Jehovah's Witnesses; and
- The relieving of Jehovah's Witnesses in hardship and/or distress.

Aims

The charity aims to continue its work in accordance with its charitable objects, so long as funding is available. It is looking to provide sheltered accommodation as part of its charitable provision which will meet the needs of the service users who are refused (even at 90 years of age) funding to enter a care home. The charity also hopes to expand their provision in the South of England and Wales.

Objectives for the year

Each year the trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on public benefit and fee charging and the advancement of religion for the public benefit.

The trustees consider the beliefs and practises of the Christian religion, as practised by Jehovah's Witnesses, assist in the advancement of religion for the purposes of charity law, and promote morals and ethics of the Christian faith which can have a positive impact on society as a whole.

The charity's main objectives for the year were to:-

- Make places available for those members of the Jehovah's Witness community in need of such a provision on a full-time or respite basis;
- The building of assisted living units in Wales remains on the agenda;
- Progress on other sites in the South East of England; and
- Continuing the programme of refurbishing existing homes.

JAH-JIREH CHARITY HOMES

TRUSTEES' ANNUAL REPORT (CONTINUED)

YEAR ENDED 31 DECEMBER 2015

Significant activities for achieving objectives

The charity is continuing to pursue the above objectives through actively seeking donations to enable them to continue to develop further sites for future development, continuing to refurbish its existing homes and offering subsidised places to those service users who cannot afford our full fees through funding from local authorities and/or through charitable donations from Jehovah's Witnesses.

Volunteers

Due to the increasing demands on the charity, a program has been put in place to enable those who are able to volunteer their time to assist the homes. This can include assisting with small maintenance tasks at the homes or visiting the residents. All volunteers are given appropriate training and are not remunerated.

Achievements and performance

In view of the current economic climate, the trustees are pleased to have maintained occupancy levels close to previous years. This has been achieved through the provision of a good standard of facilities together with a high level of care in each home. The trustees are pleased to have provided advice internationally to enable other Jehovah's Witnesses to follow the same pattern for developing homes. The Jah-Jireh brand has been registered as a trademark across Europe.

Financial review

The statement of financial activities on page 8 shows net incoming resources of £14,264 (2014: incoming resources of £383,112). Occupancy of homes exceeded 90% (2014: 91%) and would have been at a higher level if several potential residents had not been refused government funding which is a reflection of current government policy.

There are several factors which have led to the reduction of net income during the period. These include a decrease in resident's fees as a result of reduced occupancy; a significant increase in agency costs due to difficulties in recruiting nurses and obtaining adequate cover for evening and weekend carer shifts; one-off legal and consultancy fees for defending the results of inspection reports by the Care Quality Commission; and some significant repairs at the homes.

Reserves policy

It is the policy of the charity to maintain unrestricted funds to cover any emergency repairs which may arise from time to time, together with utilising these with a view to developing additional facilities. The charity continues to build up reserves to provide subsidised places to those service users who cannot afford our full fees and have been refused funding from local authorities.

The amount of cash reserves held at the year ended 31 December 2015 is £1,542,562 which is held for the reasons stated above. The cash reserves are equivalent to just over four months expenditure, which the trustees consider to be reasonable for continued operations.

The total amount of funds held include designated funds of £135,558. The designated funds represent funds received towards the proposed new home in the South of England, less amounts already expended in order to obtain planning approval. However, due to planning restraints the timing of the proposed new home is uncertain.

JAH-JIREH CHARITY HOMES
TRUSTEES' ANNUAL REPORT (CONTINUED)

YEAR ENDED 31 DECEMBER 2015

Principal funding sources

The charity's principal funding sources continue to be from local authority funding, residents' charges and voluntary donations.

Plans for future periods

The charity plans to continue to provide a good standard of care, remunerate its staff appropriately and develop their skills as well as continuing to develop other homes and sheltered accommodation/assisted living whilst this continues to be practicable. The charity plans to continue to move towards providing respite and charitably funded care beds through donated income. In addition, the Trustees will continue to assist and support other members of the international Jehovah's Witness community where and when such support is required. The cost of such support will remain entirely at the discretion of the Trustees.

Trustees' responsibilities

The trustees 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).


The law applicable to charities in England & Wales 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 of the charity 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 2015 (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper 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 Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

A resolution to re-appoint Moore and Smalley LLP as auditor for the ensuing year will be proposed at the annual trustees' meeting in accordance with the Charities Act 2011.

On behalf of the board .. 

E W Delaney - Chairman of the Board of Trustees

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

OF

JAH-JIREH CHARITY HOMES

We have audited the financial statements Jah-Jireh Charity Homes for the year ended 31 December 2015 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows 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) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the charity's trustees, as a body, in accordance with regulations made under section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement set out on page 5, the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. 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 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 charity'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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

OF

JAH-JIREH CHARITY HOMES

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2015, 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;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Moore and Smalley LLP

Moore and Smalley LLP
Statutory Auditor

Richard House
Winckley Square
Preston
PR1 3HP

22.18.2016

Moore and Smalley LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

JAH-JIREH CHARITY HOMES

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 DECEMBER 2015

	Note	Unrestricted funds £	Designated Funds £	Total funds 2015 £	Total funds 2014 £
Income and endowments from:					
Donations and legacies	2	135,731	7,814	143,545	186,431
Charitable activities					
<i>Rents received</i>		50,246	-	50,246	48,446
<i>Residents charges</i>		3,638,779	-	3,638,779	3,709,044
Investments					
<i>Interest – savings accounts</i>		20,777	-	20,777	26,118
Total income and endowments		3,845,533	7,814	3,853,347	3,970,039
Expenditure on:					
Charitable activities	3	3,839,083	-	3,839,083	3,586,927
Total expenditure		3,839,083	-	3,839,083	3,586,927
Net income/(expenditure)		6,450	7,814	14,264	383,112
Transfers between funds		70,575	(70,575)	-	-
Net movement in funds		77,025	(62,761)	14,264	383,112
Reconciliation of funds:					
Total funds brought forward		4,603,189	198,319	4,801,508	4,418,396
Total funds carried forward		4,680,214	135,558	4,815,772	4,801,508

All income and expenditure derive from continuing activities.

All gains and losses recognised in each period are included above.

The notes on pages 11 to 20 form part of these financial statements.

JAH-JIREH CHARITY HOMES

BALANCE SHEET

31 DECEMBER 2015

	Note	2015		2014	
		£	£	£	£
Fixed assets					
Tangible assets	10		8,100,178		8,256,345
Current assets					
Stocks	11	1,950		1,950	
Debtors	12	224,114		193,245	
Saving accounts		1,420,064		1,271,721	
Cash at bank and in hand		122,498		371,984	
		1,768,626		1,838,900	
Creditors: amounts falling due within one year	13	(439,435)		(443,065)	
Net current assets			1,329,191		1,395,835
Total assets less current liabilities			9,429,369		9,652,180
Creditors: amounts falling due after more than one year	14		(4,613,597)		(4,850,672)
Net assets			4,815,772		4,801,508
Charity Funds					
Unrestricted funds			4,680,214		4,603,189
Designated funds			135,558		198,319
Total charity funds	15		4,815,772		4,801,508

These financial statements were approved and authorised for issue by the board of trustees on 17 August 2016.

Signed on behalf of the board of trustees


 E W Delaney – Chairman

JAH-JIREH CHARITY HOMES

STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2015

	£	2015	£	£	2014	£
Reconciliation of net income to net cash flow from operating activities						
Net income for the year		14,264			383,112	
Depreciation of tangible fixed assets		189,345			189,173	
Profit on disposal of tangible fixed assets		(3,390)			-	
(Increase)/decrease in debtors		(30,869)			1,383	
Decrease in creditors		(8,408)			(72,555)	
		<u>160,942</u>			<u>501,113</u>	
Net cash flow from operating activities						
		160,942			501,113	
Cash flow from investing activities						
Receipts from sale of tangible fixed assets	4,500			-		
Payments to acquire tangible fixed assets	(34,287)			(96,150)		
		<u>(29,787)</u>			<u>(96,150)</u>	
Net cash flow from investing activities						
		(29,787)			(96,150)	
Cash flow from financing activities						
Repayment of long term loans	(232,298)			(228,992)		
		<u>(232,298)</u>			<u>(228,992)</u>	
Net cash flow from financing activities						
		(232,298)			(228,992)	
Net (decrease) increase in cash and cash equivalents						
		(101,143)			175,971	
Cash and cash equivalents at 1 Jan 2015						
		<u>1,643,705</u>			<u>1,467,734</u>	
Cash and cash equivalents at 31 Dec 2015						
		<u>1,542,562</u>			<u>1,643,705</u>	
Cash and cash equivalents consists of:						
Savings accounts		1,420,064			1,271,721	
Cash at bank and in hand		122,498			371,984	
		<u>1,542,562</u>			<u>1,643,705</u>	
Cash and cash equivalents at 31 Dec 2015						
		<u>1,542,562</u>			<u>1,643,705</u>	

JAH-JIREH CHARITY HOMES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2015

1 Summary of significant accounting policies

General information and basis of preparation

Jah-Jireh Charity Homes is a registered charity in the United Kingdom. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are detailed on page 3 of these financial statements.

The charity constitutes a public benefit entity as defined by FRS102. The financial statements have been prepared in accordance with 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 (FRS102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The charity adopted SORP (FRS 102) in the current year and an explanation of how transition to SORP (FRS 102) has affected the reported financial position and performance is given in note 20.

Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

JAH-JIREH CHARITY HOMES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2015

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Further detail is given in the Trustees' Annual Report.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Investment income is earned through holding assets for investment purposes such as shares and property. It includes dividends, interest and rent. Where it is not practicable to identify investment management costs incurred within a scheme with reasonable accuracy the investment income is reported net of these costs. It is included when the amount can be measured reliably. Interest income is recognised using the effective interest method and dividend and rent income is recognised as the charity's right to receive payment is established.

Wherever possible residents are charged a full fee, subject to the availability of local authority funding and the use of charitable donations where residents and their families are not able to afford fees.

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Expenditure on charitable activities includes residential home care costs; and
- Other expenditure represents those items not falling into the categories above.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, and administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources. Premises overheads have been allocated on an insert detail basis and other overheads have been allocated on an insert detail basis.

The analysis of these costs is included in note 4.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended:

JAH-JIREH CHARITY HOMES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2015

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

- Freehold land and buildings - Nil on land, 2% of cost of buildings
- Leasehold land and buildings - 2% on cost
- Plant, equipment and fixtures - 20% - 33% on cost per annum
- Motor vehicles - 25% of reducing balance

Investments

Current asset investments are short term highly liquid investments and are held at fair value. These include cash on deposit and cash equivalents with a maturity of less than one year.

Stocks

Stocks consist of consumables and are stated at the lower of cost and net realisable value.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

Concessionary loans

Concessionary loans include those receivable / payable / receivable and payable to a third party / parties which are interest free or below market interest rates and are made to advance charitable purposes. Where the loan is repayable on demand within one year, the loan is measured at cost, less impairment. Where the loan is repayable after more than one year, the loan is initially measured at fair value and subsequently measured at amortised cost using the effective interest rate method, less impairment.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Leases

Rentals payable and receivable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

JAH-JIREH CHARITY HOMES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2015

Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charity for UK corporation tax purposes.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

2 Income from donations and legacies

	Unrestricted funds	Designated funds	Total funds 2015	Total funds 2014
Gifts	124,938	7,814	132,752	154,218
Legacies	10,793	-	10,793	32,213
	135,731	7,814	143,545	186,431

3 Analysis of expenditure on charitable activities

	Staff costs	Depreciation	Support costs	Total funds 2015	Total funds 2014
Residential home care costs	2,239,420	189,345	1,410,318	3,839,083	3,586,927

JAH-JIREH CHARITY HOMES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2015

4 Allocation of support costs

	Residential home care costs £	Total funds 2015 £	Total funds 2014 £
Governance	26,646	26,646	31,322
Finance	183,835	183,835	187,276
Residents costs	576,090	576,090	500,342
Property costs	516,032	516,032	486,191
Office costs	107,715	107,715	70,312
	1,410,318	1,410,318	1,275,443

5 Governance costs

Audit fees	10,620	10,320
Accountancy and advisory fees	4,555	9,228
Professional indemnity insurance	4,364	4,808
Board of Trustees' meeting expense	7,107	6,966
	26,646	31,322

6 Net income for the year

Net income is stated after charging / (crediting):

	2015 £	2014 £
Depreciation of tangible fixed assets	189,345	189,173
Operating lease rentals	10,786	7,280

7 Auditor's remuneration

The auditors' remuneration of £15,175 (2014: £19,548) comprised £10,620 relating to audit services (2014: £10,320) and £4,555 relating to accountancy and other services (2014: £9,228).

8 Trustees' and key management personnel remuneration and expenses

During the year Mr E Delaney and his family received remuneration and benefits in kind totalling £28,028 (2014: £28,028).

During the year Mr J Stacey received remuneration and benefits in kind totalling £1,600 (2014: £nil).

JAH-JIREH CHARITY HOMES

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2015

Legal authority to make such payments to Trustees is contained in the charity's Trust Deed.

The total amount of employee benefits received by key management personnel is £230,585 (2014: £201,886). The charity considers its key management personnel comprise of the chief executive officer, senior care manager, operating committee member/property asset manager, finance manager, administration manager, and the business and care managers from each of the four homes.

None of the trustees are accruing pension arrangements (2014: none).

The reimbursement of trustees' expenses was as follows:

	2015 No.	2014 No.	2015 £	2014 £
Travel	6	6	7,107	6,966
Subsistence	14	9	2,320	2,596
Accommodation	4	1	2,728	1,011
Other	-	-	-	-
	<u>24</u>	<u>16</u>	<u>12,155</u>	<u>10,573</u>

Included above are £5,048 (2014: £3,607) which have been paid directly to third parties.

9 Staff costs and employee benefits

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

	2015 No.	2014 No.
Charitable activities	<u>208</u>	<u>203</u>
	<u>208</u>	<u>203</u>

During the year, there was an average of 86 full-time employees, 122 part-time employees and 182 full-time equivalent employees.

The total staff costs and employees benefits were as follows:

	2015 £	2014 £
Wages and salaries	2,140,603	2,038,126
Social security	91,487	93,089
Defined contribution pension costs	<u>7,330</u>	<u>1,931</u>
	<u>2,239,420</u>	<u>2,133,146</u>

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NOTES TO THE FINANCIAL STATEMENTS

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Total termination payments amount to £26,000 in relation to 3 employees (2014: £5,000). Termination payments are recognised in the period to which they relate. No amounts were outstanding at the year end.

No employees received total employee benefits (excluding employer pension costs) of more than £60,000 in either the current or previous year.

10 Tangible fixed assets

	Freehold land and buildings £	Long Leasehold land & buildings £	Plant equipment and fixtures £	Motor vehicles £	Total £
Cost					
At 1 January 2015	9,744,709	40,000	1,019,289	32,450	10,836,448
Additions	4,656	-	22,811	6,820	34,287
Disposals	-	-	-	(2,200)	(2,200)
At 31 December 2015	9,749,365	40,000	1,042,100	37,070	10,868,535
Depreciation					
At 1 January 2015	1,619,191	9,253	926,494	25,165	2,580,103
Charge for the year	151,145	640	35,331	2,229	189,345
On disposals	-	-	-	(1,091)	(1,091)
At 31 December 2015	1,770,336	9,893	961,825	26,303	2,768,357
Net book value					
At 31 December 2015	7,979,029	30,107	80,275	10,767	8,100,178
At 31 December 2014	8,125,518	30,747	92,795	7,285	8,256,345

All freehold and leasehold land and buildings, with the exception of land in Kent, together with plant, equipment, fixtures and motor vehicles are held as functional assets. The land in Kent is included in freehold above at cost of £350,000 and is held as an investment to be used to develop a new home in the future.

The trustees are confident, without having a professional valuation carried out, that the true value of the properties detailed in the financial statements is greater than the value stated in the financial statements, and use the insured rebuilding cost as a basis for this confidence.

Included in tangible fixed assets is land totalling £2,129,551 (2014: £2,129,551) which is not depreciated.

Tangible fixed assets with a net book value of £7,956,857 (2014: £8,102,573) have been pledged as security for liabilities of the charity. The assets have restricted title.

11 Stocks

	2015 £	2014 £
Finished goods	1,950	1,950

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All stock held is for the provision of residential home care.

12 Debtors

	2015 £	2014 £
Trade debtors	153,787	133,786
Other debtors	33,920	25,823
Prepayments and accrued income	36,407	33,636
	<u>224,114</u>	<u>193,245</u>

13 Creditors: Amounts falling due within one year

	2015 £	2014 £
Trade creditors	50,771	73,636
Other tax and social security	22,735	25,858
Accruals and deferred income	70,508	56,486
Concessionary loans payable	14,322	17,646
Other creditors	551	556
Fees received in advance	51,791	48,226
Bank loans and overdrafts	228,757	220,657
	<u>439,435</u>	<u>443,065</u>

Bank loans and overdrafts totalling £228,757 (2014: £220,657) are secured by a legal charge over certain freehold property of the charity.

The bank loan is currently repayable in quarterly instalments over 10 years. The rate of interest on the loan is 3% over the National Westminster Bank Plc LIBOR rate plus mandatory cost.

Concessionary loans payable totalling £14,322 are unsecured loans and consist of two loans repayable in monthly instalments over 20 years and two loans repayable on demand. All concessionary loans payable are interest free.

14 Creditors: Amounts falling due after more than one year

	2015 £	2014 £
Concessionary loans payable		
Due within one to two years	8,322	8,322
Due within two to five years	19,561	24,965
Due after more than five years	-	2,918
Bank loans and overdrafts		
Due within one to two years	237,153	228,757
Due within two to five years	764,984	737,898
Due after more than five years	3,583,577	3,847,812
	<u>4,613,597</u>	<u>4,850,672</u>

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15 Fund reconciliation

	Balance at 1 Jan 2015 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 Dec 2015 £
Unrestricted funds	4,603,189	3,845,533	(3,839,083)	70,575	4,680,214
Designated funds					
South of England Project	198,319	7,814	-	(70,575)	135,558
Total funds	4,801,508	3,853,347	(3,839,083)	-	4,815,772

Designated funds

The South of England project funds represent funds received towards the proposed new home in the South of England. The fund has an over and an under subscription clause. This means that any funds over-subscribed can be put to the general use of the Jah-Jireh Charity and any funds under-subscribed, which means the project cannot therefore proceed, can also be put to the general use of the Jah-Jireh Charity, should this become necessary.

The fund transfer during the year, represents expenditure incurred on the South of England project to date.

16 Analysis of net assets (between unrestricted and designated funds)

	Tangible fixed assets £	Other net assets £	Total £
Unrestricted funds	8,100,178	(3,419,964)	4,680,214
Designated funds	-	135,558	135,558
	8,100,178	(3,284,406)	4,815,772

17 Pension and other post-retirement benefits

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £7,330 (2014: £1,931).

18 Events after the end of the period

The charity was granted probate of a legacy on 17 May 2010. Some further monies totalling circa €20,000 are expected to be received in the future.

JAH-JIREH CHARITY HOMES

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19 **Related party transactions**

Mr G R Alderson is a trustee and has loaned £4,000 to the charity. The loan balance is included in note 13 ('other loans'). No interest is charged to the charity by Mr Alderson and the loan is repayable on request. Mr Alderson and his wife became permanent residents of the Blackpool care home on 1 April 2015 and the fees charged to them both are on standard terms.

Trustees are employed by the charity, their remuneration and benefits in kind are included in note 8.

During the year the charity paid monies totalling £7,280 to Mr E W Delaney (2014: £7,280) for the use of 317 Lytham Road, Warton, as an administration office. The charity has agreed to rent these premises on a mutually agreed ongoing basis.

During the year the charity paid monies totalling £1,282 to Mr P J Cutting (2014: £200) to film an informational video and supply DVDs of the international seminar.

20 **First-time adoption of SORP (FRS102)**

The charity has adopted the SORP (FRS102) for the first time in the year ended 31 December 2015.

There have been no changes in accounting policies resulting from adoption of SORP (FRS102).

There have been no adjustments to previously reported total charity funds at the date of transition to SORP (FRS102) or at the end for the comparative period.

There were no adjustments to previously reported net income in the comparative period.