

**PARISH OF ST OUEN
HOMES FOR THE ELDERLY**

ACCOUNTS

AT 30 APRIL 2021

PARISH OF ST OUEN - HOMES FOR THE ELDERLY

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**Independent Auditor's Report to the Principals and Electors of the
Parish of St Ouen – Homes for the Elderly**

Opinion

We have audited the accounts of the Parish of St Ouen – Homes for the Elderly (the "Homes for the Elderly") for the year ended 30 April 2021 which comprise the Income and Expenditure Account, Balance sheet and notes to the accounts, including a summary of significant accounting policies. The accounts have been prepared in accordance with the accounting policies set out therein.

In our opinion, the accounts for the year ended 30 April 2021 have been prepared in accordance with the accounting policies as set out on page 6.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the accounts section of our report. We are independent of the Homes for the Elderly in accordance with the ethical requirements that are relevant to our audit of the accounts 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.

Emphasis of matter – basis of accounting

Without modifying our opinion, we draw attention to note 1 to the accounts, which describes the basis of accounting. The accounts are prepared for the purposes of their presentation to the Parish Assembly. As a result, the accounts may not be suitable for another purpose.

Conclusions relating to going concern

In auditing the accounts, we have concluded that the Committee's use of the going concern basis of accounting in the preparation of the accounts 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 Homes for the Elderly's ability to continue as a going concern for a period of at least twelve months from when the accounts are authorised for issue.

Our responsibilities and the responsibilities of the Committee with respect to going concern are described in the relevant sections of this report.

Other information

The Committee is responsible for the other information issued with the accounts. Our opinion on the accounts does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 there is a material misstatement in the accounts or a material misstatement of the other information. 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.

**Independent Auditor's Report to the Principals and Electors of the
Parish of St Ouen – Homes for the Elderly (continued)**

Responsibilities of the Committee

The Committee is responsible for the preparation of the accounts in accordance with applicable law and the Homes for the Elderly's own accounting policies. In preparing these accounts the Committee is required to select suitable accounting policies and apply them consistently, make judgements and estimates that are reasonable and prudent and prepare the accounts on the going concern basis unless it is inappropriate to assume that the Homes for the Elderly will continue in operation.

The Committee is responsible for keeping proper accounting records which show with reasonable accuracy at any time the financial position of the Homes for the Elderly. The Committee, is also responsible for safeguarding the assets of the Homes for the Elderly and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In preparing the accounts, the Committee is responsible for assessing the Homes for the Elderly's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's responsibilities for the audit of the accounts

Our objectives are to obtain reasonable assurance about whether the accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these accounts.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud:

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:

During our audit we assessed the risk of material misstatement of the accounts as a result of non-compliance with relevant laws and regulations (irregularities), including fraud. Based on our understanding of the Homes for the Elderly and its environment, together with discussion with senior management where appropriate, we were able to identify those laws and regulations which would have a direct effect on the accounts as well as those which may have an effect on amounts in the accounts, for instance through the imposition of fines or litigation. These included, but were not limited to general legislation applicable to the Homes for the Elderly's activity, such as Employment Law, Health and Safety Regulation and Data Protection requirements. The risks arising from these laws and regulations were discussed amongst the audit engagement team, including consideration as to how and where fraud might occur.

Based on our assessment, the Engagement Partner ensured that the audit engagement team was composed appropriately with suitable competence and capabilities in order to allow identification and recognition of non-compliance with laws and regulations. The risks identified were communicated to all engagement team members who remained alert during the course of the audit for any indication of irregularities, including fraud.

**Independent Auditor's Report to the Principals and Electors of the
Parish of St Ouen – Homes for the Elderly (continued)**

Auditor's responsibilities for the audit of the accounts (continued)

Our procedures in response to the risks identified included the following:

- Enquiry of management, including consideration of known or suspected instances of non-compliance with laws and regulation or fraud;
- Review all available minutes of meetings held by those charged with governance;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- In common with all audits carried out under the ISAs(UK), we carried out procedures in response to the threat of management override, including those considering the appropriateness of journal entries and judgements made in making accounting estimates;
- Review for any changes to activities which the Homes for the Elderly undertakes.

There are inherent limitations in the audit procedures above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the accounts, the less likely we would become aware of it. In addition, the risk of not detecting material misstatement due to fraud is higher than detecting one resulting from error, as fraud may involve deliberate concealment by, for example forgery, collusion or intentional misrepresentations. We are not responsible for preventing non-compliance and cannot be expected to detect all non-compliance with laws and regulations.

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

Use of our report

This report is made solely to the principals and electors of the Parish of St Ouen, as a body. Our audit work has been undertaken so that we might state to the committee 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 principals and electors of the Parish of St Ouen as a body, for our audit work, for this report, or for the opinions we have formed.

15 July 2021

Alex Picot
Chartered Accountants

PARISH OF ST OUEN - HOMES FOR THE ELDERLY

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 APRIL 2021

	2021		2020	
	£	£	£	£
INCOME				
Rental income				
Rent received from tenants		351,910		354,970
Bank interest		6,900		15,174
		<u>361,810</u>		<u>370,144</u>
EXPENDITURE				
Insurance		2,117		3,462
Audit and accountancy		3,485		3,400
Electricity, oil and water		19,422		20,361
Repairs and renewals:				
- Refurbishment, decoration and maintenance	7,371		14,159	
- Windows and doors	2,798		6,697	
- Lift maintenance	830		530	
- Plumbing and heating	9,964		31,274	
- Wages	2,457		1,839	
- Gardener and Maintenance	12,807		12,643	
- Electrical repairs	2,303		3,825	
- Carpeting and flooring	-		5,012	
		<u>38,530</u>		<u>75,979</u>
Telephones and alarms		675		536
Sundry expenses		578		496
Cleaning		1,135		1,091
Rates		5,008		5,144
Management fees		17,746		17,748
		<u>88,696</u>		<u>128,217</u>
NET OPERATING SURPLUS FOR THE YEAR		<u><u>£273,114</u></u>		<u><u>£241,927</u></u>

PARISH OF ST OUEN - HOMES FOR THE ELDERLY

BALANCE SHEET AT 30 APRIL 2021

	Note	2021		2020	
		£	£	£	£
FIXED ASSETS - at cost					
Homes for the Elderly	2		1,700,695		1,700,695
Parish loan account	3		45,000		50,000
CURRENT ASSETS					
Cash at bank		2,833,997		2,524,228	
Other debtors		4,550		13,417	
		<u>2,838,547</u>		<u>2,537,645</u>	
CREDITORS: Amounts falling due within one year					
Sundry creditors	4	<u>51,035</u>		<u>28,247</u>	
NET CURRENT ASSETS			<u>2,787,512</u>		<u>2,509,398</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>£4,533,207</u>		<u>£4,260,093</u>
ACCUMULATED FUND					
Balance brought forward			4,260,093		4,018,166
Net surplus for the year			273,114		241,927
Balance carried forward			<u>£4,533,207</u>		<u>£4,260,093</u>

Approved by the Connétable on 14 July 2021

R A Buchanan
Connétable

PARISH OF ST OUEN - HOMES FOR THE ELDERLY

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30 APRIL 2021

1. ACCOUNTING POLICIES

1.1 Basis of accounting

The accounts have been prepared under the historical cost convention, and in accordance with accounting principles selected by the committee.

1.2 Income and expenditure

Rental income is brought into account when it is due to the Home and bank interest is brought to account when received. Expenditure is accounted for on an accruals basis.

1.3 Fixed assets

Land and buildings are shown at cost. No depreciation is provided.

2. HOMES FOR THE ELDERLY

	Homes at Clos du Mahaut	Homes at Jardin de la Rue	Total
At cost			
At 1 May 2020 and at 30 April 2021	<u>£797,288</u>	<u>£903,407</u>	<u>£1,700,695</u>

Clos du Mahaut is insured at a value of £4,858,499.

Jardin de la Rue is insured at a value of £3,992,939.

3. PARISH LOAN ACCOUNT

	2021	2020
Unsecured and interest free	<u>£45,000</u>	<u>£50,000</u>

The above loan with the Parish of St Ouen is unsecured and interest free and is repayable at in annual instalments, the final instalment being paid in the year commencing 1 May 2022.

4. SUNDRY CREDITORS

	2021	2020
	£	£
Parish of St Ouen – current account	47,210	24,115
Other creditors and accruals	3,825	4,132
	<u>£51,035</u>	<u>£28,247</u>