

COMPANY REGISTRATION NUMBER: 00643334
REGISTERED SOCIAL LANDLORD NUMBER: H2109

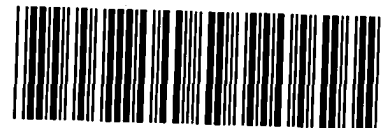
THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Financial Statements

31st December 2017

THURSDAY



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20/09/2018
COMPANIES HOUSE

BERNARD ATKINS LIMITED

Chartered Accountants
Eight Bells House
14 Church Street
Tetbury
Gloucestershire
GL8 8JG

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Officers and Professional Advisers

The board of directors	M J WINTERBOURNE J BEACON M J BEACON J S WHITE A P PURCELL N BRICK P HALLAM (Appointed 16th October 2017)
Company secretary	M J WINTERBOURNE
Registered office	37 St. Lukes Road Cheltenham Gloucestershire GL53 7JF
Accountants	BERNARD ATKINS LIMITED Chartered Accountants Eight Bells House 14 Church Street Tetbury Gloucestershire GL8 8JG
Bankers	Barclays Bank Plc
Solicitors	WSP Solicitors Nailsworth Stokescroft Cossack Square Nailsworth Gloucestershire GL6 0DZ

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Officers' Report *(continued)*

Year ended 31st December 2017

The officers present their report and the unaudited financial statements of the company for the year ended 31st December 2017.

Principal activities

The principal activity of the society is to provide support, accommodation and companionship for the lonely or frail elderly people in accordance with the aims and principles of The Abbeyfield Society Limited. This activity falls wholly within hostel housing activities as defined in the Housing Acts 1974 and 1996.

The financial results for the year are set out in the income and expenditure account on page 6 and the position at the end of the year is shown in the balance sheet on page 7. The detailed property revenue account is presented on page 14.

The executive committee considers that the state of affairs of the Society is satisfactory.

Throughout the period of the accounts the Society was governed by the Committee Members listed in the first section on the previous page.

Status

The society is:

- a company limited by guarantee (Number 00643334), having no share capital, and with solely charitable objectives.
- registered as a charity (Number 220611).
- registered with the Homes and Communities Agency as a Registered Social Landlord (Number H2109).

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Officers' Report *(continued)*

Year ended 31st December 2017

Officers

The officers who served the company during the year were as follows:

M J WINTERBOURNE

J BEACON

M J BEACON

J S WHITE

A P PURCELL

N BRICK

P HALLAM

(Appointed 16th October 2017)

The members of the executive committee who served during the year are shown above.

The members of the committee had no beneficial interest in any significant contract with the company.

In accordance with the company's new Articles of Association the term of office for an Executive Committee Member is 3 years, but with re-appointment for a further 3 years allowable.

Officers' responsibilities

The officers are responsible for preparing the officers' report and the financial statements in accordance with applicable law and regulations.

Company law requires the officers to prepare financial statements for each financial year. Under that law the officers have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the officers must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the profit or loss of the company for that period.

In preparing these financial statements, the officers are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The officers are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Dividends

Due to the nature of the company's activities, no dividends are payable by the company.

Other matters

The officers have had due regard to the guidance published by the Charity Commission on public benefit.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Officers' Report *(continued)*

Year ended 31st December 2017

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 23rd July 2018 and signed on behalf of the board by:

A handwritten signature in black ink, appearing to read 'M J Winterbourne', with a long horizontal stroke extending to the right.

M J WINTERBOURNE
Director

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee


Chartered Accountants Report to the Board of Directors on the Preparation of the Unaudited Statutory Financial Statements of THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Year ended 31st December 2017

In order to assist you to fulfil your duties under the Companies Act 2006, registered social housing legislation and applicable accounting standards, we have prepared for your approval the financial statements of THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED for the year ended 31 December 2017, which comprise the statement of comprehensive income, statement of financial position, statement of changes in equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at www.icaew.com/en/membership/regulations-standards-and-guidance.

Our work has been undertaken in accordance with ICAEW Technical Release 07/16 AAF as detailed at www.icaew.com/compilation.



BERNARD ATKINS LIMITED
Chartered Accountants

Eight Bells House
14 Church Street
Tetbury
Gloucestershire
GL8 8JG

23rd July 2018

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Statement of Comprehensive Income

Year ended 31st December 2017

	Note	2017 £	2016 £
Income	5	305,297	346,843
Direct costs		<u>160,927</u>	<u>179,499</u>
Gross surplus		144,370	167,344
Administrative expenses		<u>145,474</u>	196,341
Other operating income		<u>711</u>	<u>4,551</u>
Operating (deficit)/surplus		(393)	(24,446)
Other interest receivable and similar income		<u>7</u>	23
Interest payable and similar expenses		<u>2</u>	<u>-</u>
Deficit before taxation	9	(388)	(24,423)
Tax on (deficit)/surplus on ordinary activities		<u>-</u>	<u>-</u>
Deficit for the financial year		(388)	(24,423)
Income and expenditure reserves transferred from other societies on acquisition		<u>-</u>	<u>254,933</u>
Total comprehensive income for the year		(388)	<u>230,510</u>

All the activities of the company are from continuing operations.

The notes on pages 10 to 15 form part of these financial statements.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31st December 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	10	561,101	564,634
Current assets			
Debtors	11	14,138	13,403
Cash at bank and in hand		<u>78,112</u>	<u>88,812</u>
		92,250	102,215
Creditors: amounts falling due within one year	12	<u>15,982</u>	<u>29,092</u>
Net current assets		<u>76,268</u>	<u>73,123</u>
Total assets less current liabilities		<u>637,369</u>	<u>637,757</u>
Net assets		<u>637,369</u>	<u>637,757</u>
Reserves			
Other reserves	14	27,836	27,836
Income and expenditure account	14	<u>609,533</u>	<u>609,921</u>
Members funds		<u>637,369</u>	<u>637,757</u>

The notes on pages 10 to 15 form part of these financial statements.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31st December 2017

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the year ending 31st December 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

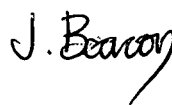
Officers' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The officers acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on 23rd July 2018, and are signed on behalf of the board by:



M J WINTERBOURNE
Director



J BEACON
Director

Company registration number: 00643334

The notes on pages 10 to 15 form part of these financial statements.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Statement of Changes in Reserves

Year ended 31st December 2017

	Other reserves £	Income and expenditure account £	Total £
At 1st January 2016	–	407,247	407,247
Deficit for the year		(24,423)	(24,423)
Other comprehensive income for the year:			
Income and expenditure reserves transferred from other societies on acquisition	27,836	227,097	254,933
Total comprehensive income for the year	27,836	202,674	230,510
At 31st December 2016	27,836	609,921	637,757
Deficit for the year		(388)	(388)
Total comprehensive income for the year	–	(388)	(388)
At 31st December 2017	<u>27,836</u>	<u>609,533</u>	<u>637,369</u>

The notes on pages 10 to 15 form part of these financial statements.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31st December 2017

1. General information

The company is a private company limited by guarantee, registered in England and Wales. The address of the registered office and principal place of business is 37 St. Lukes Road, Cheltenham, Gloucestershire, GL53 7JF.

The society is registered under the:

Companies Act (registered number 00643334) and the Housing Acts 1974 and 1996 (Homes and Communities Agency registered number H2109), and is a registered charity (number 220611).

The society is wholly engaged in hostel housing activities as defined in the Housing Acts 1974 and 1996.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

The accounts are also prepared in accordance with the Statement of Recommended Practice for Social Housing Providers 2014 (SORP 2014) and with the Accounting Direction for Private Registered Providers of Social Housing in England 2015 (AD 2015).

The company constitutes a public benefit entity as defined by FRS 102.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity and rounded to the nearest £.

Corporation tax and VAT

The society is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

The society was not VAT registered at any time during the year.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31st December 2017

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

No cash flow statement has been presented for the company.

Disclosures in respect of financial instruments have not been presented.

Revenue recognition

Income comprises rental and service income receivable.

Revenue from the rendering of services is measured by reference to the stage of completion of the service transaction at the end of the reporting period provided that the outcome can be reliably estimated. When the outcome cannot be reliably estimated, revenue is recognised only to the extent that expenses recognised are recoverable.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	- 0-2% straight line
Fixtures & fittings	- 20% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31st December 2017

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Company limited by guarantee

The society is a company limited by guarantee and has no share capital. Each member has undertaken to contribute an amount not exceeding £1 in the event of the company being wound up while he or she is a member or within one year of ceasing to be a member.

5. Income

Income arises from:

	2017	2016
	£	£
Rendering of services	<u>305,297</u>	<u>346,843</u>

The whole of the income is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31st December 2017

6. Social housing income and costs

	2017 £	2016 £
Residents service charges recoverable	372,744	474,999
Less: Losses from voids	67,447	128,156
	<u>305,297</u>	<u>346,843</u>
Food and housekeeping costs	34,089	38,232
Wages and salaries	121,267	138,562
Subcontractor costs	5,571	2,705
	<u>144,370</u>	<u>167,344</u>
Operating surplus/(deficit) from social housing activities		

7. Employee numbers

The average number of persons employed by the company during the year, including the officers, amounted to 14 (2016: 16).

8. Officers' remuneration

No remuneration was payable in either the current or preceding period.

There were no directors pension arrangements in place in either period.

No compensation was payable in respect of either period.

No consideration was payable in either period in respect of services provided by third parties for making available personnel.

9. (Deficit)/surplus on ordinary activities before taxation

Deficit before taxation is stated after charging:

	2017 £	2016 £
Depreciation of tangible assets	<u>12,503</u>	<u>15,413</u>

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31st December 2017

10. Tangible assets

	Land and buildings £	Fixtures and fittings £	Total £
Cost			
At 1st January 2017	750,303	150,629	900,932
Additions	—	8,970	8,970
At 31st December 2017	750,303	159,599	909,902
Depreciation			
At 1st January 2017	198,847	137,451	336,298
Charge for the year	5,683	6,820	12,503
At 31st December 2017	204,530	144,271	348,801
Carrying amount			
At 31st December 2017	545,773	15,328	561,101
At 31st December 2016	551,456	13,178	564,634

11. Debtors

	2017 £	2016 £
Prepayments and accrued income	13,715	13,403
Social security and other taxes	423	—
	14,138	13,403

12. Creditors: amounts falling due within one year

	2017 £	2016 £
Trade creditors	10,198	8,250
Social security and other taxes	—	7,401
Wage control	264	—
Pension control	—	349
Other creditors	5,520	13,092
	15,982	29,092

13. Employee benefits

The company has a pension scheme for employees (excluding directors) with NEST. The charge to profit and loss account of the company in respect of these payments amounted to £584 (2016 £507). No amounts were outstanding at the balance sheet date.

14. Reserves

Income and expenditure account - This reserve records retained earnings and accumulated losses.

Other reserves - This reserve records the amount available for future use against capital repairs.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31st December 2017

15. Housing stock

	2017	2016
Hostel Accommodation		
- number of bed spaces	24	31

16. Related party transactions

No transactions with related parties were undertaken such as are required to be disclosed under FRS 102.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Company Limited by Guarantee

Management Information

Year ended 31st December 2017

The following pages do not form part of the financial statements.

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Detailed Income Statement

Year ended 31st December 2017

	2017 £	2016 £
Income		
Residents service charges recoverable	372,744	474,999
Less: Losses from voids	(67,447)	(128,156)
	<u>305,297</u>	<u>346,843</u>
Direct costs		
Food and housekeeping costs	34,089	38,232
Wages and salaries	121,267	138,562
Subcontractor costs	5,571	2,705
	<u>160,927</u>	<u>179,499</u>
Gross surplus	<u>144,370</u>	<u>167,344</u>
Overheads		
Administrative expenses	145,474	196,341
Other operating income	711	4,551
Operating (deficit)/surplus	<u>(393)</u>	<u>(24,446)</u>
Other interest receivable and similar income	7	23
Interest payable and similar expenses	(2)	—
Deficit before taxation	<u>(388)</u>	<u>(24,423)</u>

THE ABBEYFIELD GLOUCESTERSHIRE SOCIETY LIMITED

Notes to the Detailed Income Statement

Year ended 31st December 2017

	2017 £	2016 £
Administrative expenses		
Administrative staff salaries	21,874	23,700
Staff national insurance contributions	4,049	5,440
Staff pension contributions - defined contribution	584	507
Rates and water	12,009	13,845
Light and heat	20,640	29,001
Insurance	6,280	6,278
Repairs and maintenance	28,855	43,313
Motor expenses	—	50
Travel and subsistence	3,591	3,658
Telephone	6,051	6,496
Waste disposal	120	170
Computer expenses	199	1,399
Printing postage and stationery	1,169	1,042
Staff training	488	822
Sundry expenses	615	1,178
Laundry and cleaning	5,290	8,745
Removal costs	—	12,838
Advertising	6,518	6,835
Legal and professional fees	2,628	3,400
Membership fees	7,351	8,243
Accountancy fees	4,416	4,248
Depreciation of tangible assets	12,503	15,413
(Gain)/loss on disposal of tangible assets	—	2
Provision for doubtful debts	—	(500)
Bank charges	244	218
	<u>145,474</u>	<u>196,341</u>
Other operating income		
Donations	<u>711</u>	<u>4,551</u>
Other interest receivable and similar income		
Interest on cash and cash equivalents	<u>7</u>	<u>23</u>
Interest payable and similar expenses		
Interest on bank loans and overdrafts	<u>2</u>	<u>—</u>