

Registered Charity Number: 223716
Registered Company Number: 715471

THE ABBEYFIELD BURY SOCIETY LIMITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2014

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THE ABBEYFIELD BURY SOCIETY LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2014

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THE ABBEYFIELD BURY SOCIETY LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

YEAR ENDED 30 SEPTEMBER 2014

The Board of Trustees:

Mr M A Birch (Chairman)
Mrs J Adamson
Mrs S Lal
Mr M Atkins
Mr S Lancaster
Mr G Hoyle
Mr D Morris (resigned 08/03/14)
Mrs Y Cresswell (Deputy Chairman)
Mr B Holland (Treasurer)
Mr R Sullivan
Mrs L Stratton-Webb

Non-Executive Board Members:

Dr C Britton (Hon. Medical Officer)

Company Secretary:

Mr R Sullivan

Registered Office:

Farraday House
78 Tottington Road
Bury
BL8 1LL

Auditor:

DonnellyBentley Limited
Chartered Accountant and Registered Auditor
Hazlemere
70 Chorley New Road
Bolton
BL1 4BY

THE ABBEYFIELD BURY SOCIETY LIMITED

TRUSTEES' ANNUAL REPORT

YEAR ENDED 30 SEPTEMBER 2014

The Trustees (who are also Directors of the Charity for the purposes of the Companies' Act) have pleasure in presenting their annual report together with the audited financial statements of The Abbeyfield Bury Society Limited for the year ended 30 September 2014. The Trustees confirm that the annual report and financial statements of company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2005. There have been no changes to the society's policies during the year ended 30 September 2014.

REFERENCE AND ADMINISTRATION DETAILS

Reference and administration details are shown in the schedule of officers and professional advisers on page 1 of the financial statements.

STRUCTURE GOVERNANCE AND MANAGEMENT

The Abbeyfield Bury Society Limited is a charitable company limited by guarantee. Its governing document is in the form of a Memorandum and Articles of Association dated 15 February 1962 as amended by special resolutions dated 6 September 2004 and 28 August 2007.

As a registered charity the company is non-profit making and its directors and trustees are volunteers.

OBJECTIVES AND ACTIVITIES

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning for our future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

The objectives of the charity are to relieve aged, impotent and poor people of all classes for the advancement of religion and education and for other charitable purposes beneficial to the community.

Aims of the Charity

The charity is a Registered Housing Association and has operated throughout the year as a provider of very sheltered housing for the elderly.

ACHIEVEMENTS AND PERFORMANCE

Review of Business

From an operational standpoint the business has experienced a difficult year principally because for a larger part of the financial year rooms were vacant. Subsequent to the end of the financial year the situation has improved significantly to the extent that both Turks Road and Tottington Road have a full complement of residents.

The plan to build a new house on the Brandlesholme Road site had to be abandoned as the requisite funding could not be obtained.

THE ABBEYFIELD BURY SOCIETY LIMITED

TRUSTEES' ANNUAL REPORT (continued)

YEAR ENDED 30 SEPTEMBER 2014

Future Plans

The Trustees are considering the feasibility of extending the Tottington Road site by the addition of further rooms and the upgrading of existing rooms. It is expected the Society will be able to self fund such extensions.

FINANCIAL REVIEW

Results

The results for the year and the Charity's financial position at the end of the year are shown in the attached financial statements.

Reserves Policy

The Board recognise the need to develop a more substantial level of unrestricted reserves to secure the company's future but are aware that in the charitable sector this is not always possible or desirable. Current levels of reserves are high as a result of the sale of properties, where the funds are expected to be reinvested to provide either more accommodation or to improve existing accommodation.

STATEMENT OF TRUSTEES RESPONSIBILITIES

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

The Companies Act 2006 and registered social housing legislation require the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the association and of its income and expenditure for that period.

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

- select suitable accounting policies and then apply them consistently;
- 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the association will continue in business; and
- observe the methods and principles in the Charities SORP.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the association and enable it to ensure that the financial statements comply with the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2012. It has general responsibility for taking reasonable steps to safeguard the assets of the association and to prevent and detect fraud and other irregularities.

THE ABBEYFIELD BURY SOCIETY LIMITED

TRUSTEES' ANNUAL REPORT (continued)

YEAR ENDED 30 SEPTEMBER 2014

STATEMENT OF TRUSTEES RESPONSIBILITIES (continued)

In so far as the trustees are aware:

- there is no relevant audit information of which the company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any information needed by the charitable company's auditor in connection with preparing its report, and to establish that the auditor is aware of that information.

Signed on behalf of the Trustees on 30 March 2015

AUDITOR

DonnellyBentley are deemed to be appointed under section 487(2) of the Companies Act 2006.

SMALL COMPANY PROVISION

This report has been prepared in accordance with the small company regime Section 419(2) of the Companies Act 2006.

Signed on behalf of the Trustees on 30 March 2015


.....
M A Birch
Chairman

THE ABBEYFIELD BURY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ABBEYFIELD BURY SOCIETY LIMITED

YEAR ENDED 30 SEPTEMBER 2014

We have audited the financial statements of The Abbeyfield Bury Society Limited for the year ended 30 September 2014 which comprise the Statement of Financial Activities, Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of part 16 of the Companies Act 2006 and section 137 of the Housing and Regeneration Act 2008. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITOR

As explained more fully in the Trustees' Responsibilities Statement set out on page 4, the trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including the APB Ethical Standard – Provisions Available for Small Entities (Revised), in circumstances set out in note 22 to the financial statements.

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 company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the board; 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.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2014 and of 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 Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2012.

THE ABBEYFIELD BURY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ABBEYFIELD BURY SOCIETY LIMITED (continued)

YEAR ENDED 30 SEPTEMBER 2014

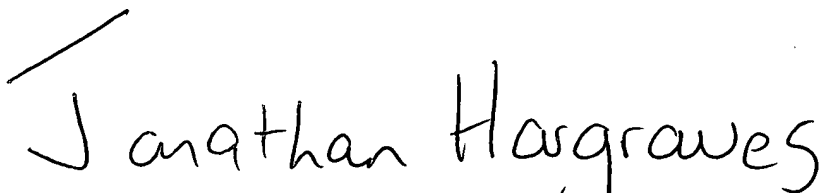
OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Trustees Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a strategic report, and take advantage of the small companies exemption in preparing the Trustees Report.



Jonathan C Hargraves BA (Hons) FCA (Senior Statutory Auditor)
for and on behalf of DonnellyBentley Limited
Statutory Auditor
Chartered Accountants
Hazlemere
70 Chorley New Road
Bolton
BL1 4BY

30 March 2015

THE ABBEYFIELD BURY SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 30 SEPTEMBER 2014

	Note	Unrestricted Fund £	Designated Fund £	Year Ended 30/09/14 £	Year Ended 30/09/13 £
INCOME AND EXPENDITURE					
Incoming Resources					
Incoming resources from generated funds:					
• Voluntary Income	2	11,643	-	11,643	1,420
• Investment Income		9,801	-	9,801	2,012
Incoming resources from charitable activities	3	258,915	-	258,915	314,783
Miscellaneous income	4	1,623	-	1,623	2,406
Profit on sale of Bolton Road		203,032	-	203,032	-
Total Incoming Resources		<u>485,014</u>	<u>-</u>	<u>485,014</u>	<u>320,621</u>
Resources Expended					
Charitable activities	5	251,048	-	251,048	304,359
Governance costs	6	45,296	-	45,296	16,651
Total Resources Expended		<u>296,344</u>	<u>-</u>	<u>296,344</u>	<u>321,010</u>
Net Incoming/(Outgoing) Resources for the Year Before Transfers					
Transfers between funds	20	188,670	-	188,670	(389)
Net movement in funds		(9,943)	9,943	-	-
		178,727	9,943	188,670	(389)
Fund balances b/fwd at 1 October 2013		1,051,871	592,900	1,644,771	1,052,260
Fund balances c/fwd at 30 September 2014	20	<u>1,230,598</u>	<u>602,843</u>	<u>1,833,441</u>	<u>1,051,871</u>

All activities relate to continuing operations.

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes form part of these financial statements

THE ABBEYFIELD BURY SOCIETY LIMITED


BALANCE SHEET

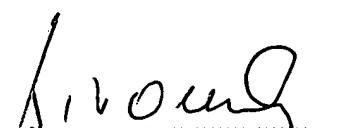
YEAR ENDED 30 SEPTEMBER 2014

	Note	2014 £	2013 £
FIXED ASSETS			
Housing properties	13	1,427,343	1,479,693
Less: Housing Association grant	13	<u>(370,667)</u>	<u>(370,667)</u>
		1,056,676	1,109,026
Other fixed assets	14	<u>7,175</u>	<u>8,747</u>
		1,063,851	111,773
CURRENT ASSETS			
Debtors	15	4,048	7,849
Investments	16	-	733,525
Cash at bank and in hand		<u>1,077,145</u>	<u>102,490</u>
		1,081,193	843,864
CREDITORS: Amounts falling due within one year	17	<u>311,603</u>	<u>316,866</u>
NET CURRENT ASSETS		769,590	526,998
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,833,441</u>	<u>1,644,771</u>
RESERVES			
Designated funds		602,843	592,900
Unrestricted fund	20	1,230,598	1,051,871
MEMBERS' FUNDS		<u>1,833,441</u>	<u>1,644,771</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

These financial statements were approved by the trustees and authorised for issue on 30 March 2015 and are signed on their behalf by:


 M A Birch
 Chairman


 B Holland
 Treasurer

The notes form part of these financial statements

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2014

1. ACCOUNTING POLICIES

The Abbeyfield Bury Society Limited is incorporated under the Companies Act 2006 and is a Registered Provider of Social Housing.

Basis of accounting

The financial statements have been prepared in accordance with applicable United Kingdom financial reporting standards, the Statement of Recommended Practice: "Accounting and Reporting by Charities" issued in March 2005 and with the Accounting Direction for private registered providers of social housing in England 2012. The accounts are prepared in accordance with the historical cost basis of accounting.

Cash flow statement

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small.

Income

Income represents fees receivable from residents in respect of housing accommodation provided by the Society in the year net of rent losses from voids.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

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

Freehold Buildings	-	1%, 2%, 2.5% and 4% per annum straight line
Fixtures and Fittings	-	15% per annum on the reducing balance

Housing properties

Housing properties are principally properties available for rent and are stated at cost less any provision for impairment (representing a diminution in the recoverable service potential of the asset below its carrying value in the balance sheet) less depreciation. Cost includes the cost of acquiring land and buildings and development costs.

Social Housing Grant (SHG)

SHG received as a contribution towards the capital costs of a scheme is shown in the Housing Properties note. Where properties are included at historical cost the total grant receivable is deducted from the cost of housing properties. This treatment contravenes the Companies Act but is necessary to show a true and fair view.

SHG is subordinated to the repayment of loans by agreement with the Housing Corporation. SHG released on sale of a property may be repayable but is normally available to be recycled and is credited to a recycled Capital Grant Fund or Disposal Proceeds Fund and included in the balance sheet in creditors.

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2014

1. ACCOUNTING POLICIES (continued)

Donations and Designated Fund

Monetary donations, other than those allocated to special projects, are credited to the income and expenditure account, on a receipts basis and transferred annually to the Designated Fund.

Value Added Tax

Irrecoverable VAT which can be attributed to a capital item or revenue expenditure is added to the cost of the capital item or expenses.

Pension costs

The Society operates a defined contribution pension scheme. Contributions are charged to the income and expenditure account in the accounting period in respect of which they are payable to the scheme.

2. VOLUNTARY INCOME

	Unrestricted Fund £	Designated Fund £	Total Funds 2014 £	Total Funds 2013 £
Donations	11,643	-	11,643	1,420

3. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Total Funds 2014 £	Total Funds 2013 £
Gross rent receivable	319,956	399,597
Less: Losses from voids	(61,041)	(84,814)
	<u>258,915</u>	<u>314,783</u>
	Units at 01/10/13	Units at 30/09/14
Supported housing for older people	30	21

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2014

4. MISCELLANEOUS INCOME

	Total Funds 2014 £	Total Funds 2013 £
Supporting people	1,623	2,356
Miscellaneous income	-	50
	<u>1,623</u>	<u>2,406</u>

5. CHARITABLE ACTIVITIES

	Total Funds 2014 £	Total Funds 2013 £
Care and catering employee costs	81,801	117,751
Employers NI contributions	4,220	6,149
Total pension costs excluding directors	526	526
Rates and water	11,508	14,714
Light and heat	38,524	33,325
Repairs and maintenance	26,468	36,213
Food and other household costs	29,903	36,175
Telephone	2,658	3,115
Equipment hire	1,374	281
Printing, stationery and advertising	5,504	2,027
Training costs	-	24
Miscellaneous expenses	12,455	16,219
UK entertainment	512	188
Insurance	4,246	4,857
Honoraria	3,516	4,568
Depreciation	26,679	27,640
Bank charges	879	587
Loss on sale of fixtures and fittings at Bolton Road	275	-
	<u>251,048</u>	<u>304,359</u>

6. GOVERNANCE COSTS

	Total Funds 2014 £	Total Funds 2013 £
Audit	8,164	4,048
Legal and professional	26,625	3,260
Affiliation fee	10,507	9,343
	<u>45,296</u>	<u>16,651</u>

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2014

7. OPERATING SURPLUS

Operating surplus is stated after charging/(crediting):

	2014 £	2013 £
Depreciation	26,679	27,640
Auditors remuneration	<u>8,165</u>	<u>4,048</u>

8. AUDITORS REMUNERATION

	2014 £	2013 £
Fees payable to auditor for audit of the annual accounts	8,165	4,048
Fees payable to auditor for other services	<u>1,290</u>	<u>-</u>

9. DIRECTORS REMUNERATION

None of the directors were paid any remuneration during the year for services as directors.

10. EMPLOYEE INFORMATION

	2014 £	2013 £
Wages and salaries	81,787	117,751
Social security costs	4,220	6,149
Other pension costs	526	526
	<u>86,533</u>	<u>124,426</u>

The average number of staff employed by the company during the financial year amounted to:

	2014	2013
Office	1	1
Wardens, caretakers and cleaners	6	4
	<u>7</u>	<u>5</u>

No employee received remuneration amounting to more than £60,000 in either year.

£1,292 (2013: £1042) was paid to Trustees in respect of travel expenses.

£179 was paid to Trustees as reimbursement of use of telephone.

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2014

11. INTEREST RECEIVABLE AND SIMILAR INCOME

	2014 £	2013 £
Bank interest receivable	<u>9,801</u>	<u>2,012</u>

12. TAXATION ON ORDINARY ACTIVITIES

The Abbeyfield Bury Society Limited is a registered charity and is therefore exempt from liability to taxation on its income and capital gains.

13. HOUSING PROPERTY

	£
COST	
At 1 October 2013	1,844,436
Housing Association grant	(370,667)
Disposal	(85,686)
At 30 September 2014	<u>1,388,083</u>
DEPRECIATION	
At 1 October 2013	364,743
Charge for the year	25,382
Released on disposal	(58,718)
At 30 September 2013	<u>331,407</u>
NET BOOK VALUE	
At 30 September 2014	<u>1,056,676</u>
At 30 September 2013	<u>1,109,026</u>

Housing properties book value, net of grant and depreciation comprise:

	2014 £	2013 £
Freehold land and buildings	<u>1,056,676</u>	<u>1,109,026</u>

THE ABBEYFIELD BURY SOCIETY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 SEPTEMBER 2014

14. OTHER TANGIBLE FIXED ASSETS

	Fixtures and Fittings £
COST	
At 1 October 2013	107,917
Disposals	<u>(22,442)</u>
At 30 September 2014	<u>85,475</u>
DEPRECIATION	
At 1 October 2013	99,170
Charge for the year	1,297
Depreciation on disposal	<u>(22,167)</u>
At 30 September 2013	<u>78,300</u>
NET BOOK VALUE	
At 30 September 2014	<u>7,175</u>
At 30 September 2013	<u>8,747</u>

15. DEBTORS

	2014 £	2013 £
Other debtors and prepayments	<u>4,048</u>	<u>7,849</u>

16. INVESTMENTS

	2014 £	2013 £
Cost or base cost:		
Other investments	-	733,525
Balance at 30 September 2014	<u>-</u>	<u>733,525</u>
The investments comprise the following:-		
	2014 £	2013 £
Bank deposit accounts	<u>-</u>	<u>733,525</u>

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2014

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014 £	2013 £
Trade creditors	5,259	5,424
Other taxation and social security	980	1,194
Other creditors	291,822	294,654
Accruals and deferred income	13,542	15,594
	<u>311,603</u>	<u>316,866</u>

18. RELATED PARTY TRANSACTIONS

The Society paid an Honorarium to its chairman of £3,516 (2013: £4,567). Nil (2013: £1,140) was owed at the balance sheet date and is included in creditors due within one year.

£1,088 was paid to the chairman for redecorating rooms and other repairs. In 2013, £330 was paid to R&M Property Repairs, a business owned and run by the chairman for expenses of a similar nature.

£767 was paid to C Birch (wife of the chairman) which is included in the wages figure in the accounts.

£787 was owed to M Birch at the balance sheet date for the expenses explained above and is included in creditors due within one year.

19. COMPANY LIMITED BY GUARANTEE

	2014 £	2013 £
The number of members, each of whose liability is limited to £1 at the year end was:	<u>10</u>	<u>10</u>

20. STATEMENT OF FUNDS

	Brought Forward £	Incoming Resources £	Resources Expended £	Transfers In/Out £	Carried Forward £
Unrestricted fund	1,051,871	485,014	(296,344)	(9,943)	1,230,598
Designated fund	592,900	-	-	9,943	602,843
	<u>1,644,771</u>	<u>485,014</u>	<u>(296,344)</u>	<u>-</u>	<u>1,833,441</u>

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2014

21. CONTROLLING PARTY

The ultimate controlling party is the trustees as detailed on page 1.

22. APB ETHICAL STANDARD – PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature, we use our auditors to prepare and submit returns to the tax authorities to assist with the preparation of the financial statements.