

ABBNEYFIELD RYDE SOCIETY LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2014

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ABBNEYFIELD RYDE SOCIETY LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014

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ABBNEYFIELD RYDE SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE

The Executive Committee submit their report and the financial statements for the year ended 31 March 2014.

Objectives and Activities

The principal activity of the Society continues to be the provision of accommodation, care and companionship for 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 Act 1996.

Status

The Society is registered under the Companies Act 2006 (registered number 862661) and is a registered Charity (number 246364).

The Abbeyfield Ryde Society is a member of the Abbeyfield Society by payment of an annual subscription and has attained the Abbeyfield Gold Star Award.

The Executive Committee

The Executive Committee serving at the date of approval of the financial statements are:

Mr B Dye	Chairman
Mrs W Vanner	House Chairman
Mrs E M Bell	
Mrs E F Class	
Mrs P A Dow	
Mrs J McNeal	
Rev J F Redvers Harris	
Miss H O M Spurgeon	
Mrs L Mitchell	
Mrs R Fountain	
Mrs P Pont	(Appointed 10 March 2014)

Company Secretary:

Mrs S Bulwer

Method of Appointment

New Committee members are appointed by invitation and approval of the Executive Committee.

The Registered Office

2 Queens Road
Ryde
Isle of Wight
PO33 3BG

ABBEYFIELD RYDE SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (continued)

Professional Advisors:

Independent Examiners	A H Cross & Co Chartered Accountants 16 Quay Street Newport Isle of Wight PO30 5BG
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Bankers	Lloyds Bank plc 35 Union Street Ryde Isle of Wight PO33 2LE
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Solicitors	Robinson Jarvis & Rolf 18 Melville Street Ryde Isle of Wight PO33 2AP
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Recruitment and Appointment of New Trustees

From time to time the Society reviews the skills and abilities of the Trustees to ensure that there is adequate breadth of experience. Should this be lacking or if additional Trustees are required due to retirement, prospective Trustees are invited from the Membership to apply.

Induction and Training of Trustees

All Trustees are provided with the Abbeyfield Executive Guide and Memorandum and Articles of Association. Should additional skills be required external training would be sought.

Organisational Structure

Day to day running of the Society's affairs are conducted by the Housekeepers, who report to the Committee. The Trustees meet formally every other month and at additional times as required on an informal basis to deal with issues requiring their input.

Major Risks

The Committee confirm that all major risks identified have been assessed and systems implemented to manage those risks.

Achievements, Performance and Financial Review

The Society benefits from the achievements of the Committee in previous years providing a strong financial base. The Trustees main concerns are to provide a good quality environment for residents to live and employees to work, whilst balancing the financial constraints within budget and to comply with increasing legislation covering all aspects of the Society's operations. The Executive Committee is taking steps to review the management of the investment portfolio.

ABBNEYFIELD RYDE SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (continued)

Investment Policy

Investment Policy is determined by the Finance Committee which will ensure that any surplus funds, beyond a sensible working balance, are invested with assistance from an appropriate professional broker. An Investment Policy Statement is being prepared in association with the Trustees' review of portfolio management.

Reserves


The funds of the Charity are all for general purposes. They include an amount attributable to the unrealised gains/losses of the investment portfolio brought about by the revaluation of the investments each year.

Independent Examiners

It was decided to re-appoint Messrs A H Cross & Co as Independent Examiners.

On behalf of the Executive Committee

B Dye



..... Chairman

Susan Bulwer



..... Company Secretary

4 August 2014

ABBEYFIELD RYDE SOCIETY LIMITED

STATEMENT OF EXECUTIVE COMMITTEE MEMBERS' RESPONSIBILITIES

Company law requires the Executive Committee members to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Society as at the end of that year and of the surplus or deficit of the Society for that year. In preparing those accounts the Executive Committee members 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;
- state whether applicable statements of recommended practice have been followed; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Society will continue in business.

The Executive Committee are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Society and which enable them to ensure that the accounts comply with the relevant legislation. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

ABBEYFIELD RYDE SOCIETY LIMITED

I report on the accounts of The Abbeyfield Ryde Society Limited for the year ended 31 March 2014, which comprise the Statement of Financial Activities, the Balance Sheet and the related notes.

Respective Responsibilities of Trustees and Examiner

The Charity's Trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The Trustees consider that the audit requirement of Section 144(2) of the Charities Act 2011 ("the Act") does not apply. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 145(5)(b) of the Act, whether particular matters have come to my attention.

Basis of Independent Examiner's Report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the Trustees and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

In connection with my examination, no matter has come to my attention:

- 1) which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities have not been met; or
- 2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

I S Henderson
Chartered Accountant
A H Cross & Co
16 Quay Street
Newport
Isle of Wight
PO30 5BG

5 August 2014

ABBNEYFIELD RYDE SOCIETY LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2014

	<u>Notes</u>	<u>Year ended</u> <u>31 March 2014</u>	<u>Year ended</u> <u>31 March 2013</u>
		£	£
INCOMING RESOURCES			
Incoming resources from operating activities in furtherance of the Charity's objects:			
Residents' charges		128,009	127,428
Investment income	5	20,170	23,249
Legacies and Donations received	6	10,000	-
Rental income		<u>2,400</u>	<u>2,400</u>
Total incoming resources		<u>160,579</u>	<u>153,077</u>
RESOURCES EXPENSES			
Charitable expenditure in furtherance of the Charity's objects:			
Repairs and maintenance		35,385	31,049
Service costs		114,130	117,136
Management and administration		<u>15,648</u>	<u>17,855</u>
Total resources expended		<u>165,113</u>	<u>166,040</u>
Net outgoing resources		(4,534)	(12,963)
Unrealised gains on investments	11	<u>51,595</u>	<u>72,487</u>
		47,061	59,524
Total funds brought forward		<u>1,216,683</u>	<u>1,157,159</u>
Total funds carried forward		<u>£1,263,744</u>	<u>£1,216,683</u>

All funds are unrestricted.

Approved by the Executive Committee as Trustees and Directors of the company.

B Dye

Chairman

Susan Bulwer

Company Secretary

4 August 2014

ABBNEYFIELD RYDE SOCIETY LIMITED

BALANCE SHEET

AT 31 MARCH 2014

	<u>Notes</u>	<u>2014</u>	<u>2013</u>
		£	£
TANGIBLE FIXED ASSETS			
<u>Housing Land and Buildings</u>	9		
Gross cost		674,105	674,105
Social Housing grant		41,007	41,007
Depreciation		<u>53,570</u>	<u>50,200</u>
Net book value		599,528	582,898
<u>Furnishings and Equipment</u>	10	<u>5,295</u>	<u>4,697</u>
		584,823	587,595
INTANGIBLE FIXED ASSETS			
Investments	11	<u>641,001</u>	<u>617,713</u>
TOTAL FIXED ASSETS		<u>1,225,824</u>	<u>1,205,308</u>
CURRENT ASSETS			
Cash at bank and in hand		40,931	12,773
CURRENT LIABILITIES			
Creditors: amounts falling due within one year	12	<u>3,011</u>	<u>1,398</u>
NET CURRENT ASSETS		<u>37,920</u>	<u>11,375</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£1,263,744</u>	<u>£1,216,683</u>
Represented by:			
UNRESTRICTED FUNDS	13	<u>£1,263,744</u>	<u>£1,216,683</u>

The Company is limited by guarantee and has no shareholders' funds.

The Directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that members have not required the company to obtain an audit in accordance with section 476 of the Act.

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

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to Companies subject to the Small Companies regime.

Approved by the Executive Committee as Trustees and Directors of the company.

B Dye

Chairman

Susan Bulwer

Company Secretary

4 August 2014

ABBNEYFIELD RYDE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2014

1. STATUS OF SOCIETY

The Society is registered under the Companies Act 2006 (registered number 862661) and is a registered Charity (number 246364).

The Society is wholly engaged in hostel activities as defined in the Housing Act 1996.

2. ACCOUNTING POLICIES

Accounting Basis

These financial statements are prepared under the historical cost convention, in accordance with applicable accounting standards in the United Kingdom and in accordance with the Statement of Recommended Practice (the SORP) issued by the National Federation of Housing Associations, the Welsh Federation of Housing Associations and the Scottish Federation of Housing Associations, and with the Housing Act 1996 and the Accounting Requirements for Registered Social Landlords General Determination 1997 to 2000.

Turnover

Turnover comprises rental and service income including legacies and donations.

Fixed Assets, Housing Land and Buildings

Housing land and buildings are stated at cost. The cost of properties is their purchase price together with incidental costs of acquisition.

Housing properties in the course of construction are stated at cost and are transferred into housing properties when completed.

Social Housing Grant

Social Housing Grants (SHG) are made by the Housing Corporation and utilized to reduce the cost of purchase or development of Land and Buildings. Where purchases or developments have been wholly or partially funded by the SHG the cost of those purchases or developments have been reduced by the value of the grant received. The value of the grant is disclosed as a separate item on the balance sheet.

Provision is made for repayment of SHG where the property is expected to be sold in the foreseeable future. SHG in respect of housing properties in the course of construction received in advance of expenditure is shown as a current liability.

ABBEYFIELD RYDE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2014

2. ACCOUNTING POLICIES (continued)

Depreciation

Housing land and buildings SHG assisted schemes

- (i) Depreciation, as defined in (ii) below, is provided on the cost of freehold buildings;
- (ii) Depreciation is not charged on that portion of the cost which has qualified, or which will qualify for SHG;
- (iii) For that portion of the cost financed by borrowings or from the Society's own or other charitable resources, a charge is made to the hostel property revenue account for depreciation on buildings at ½% per annum on such cost.

Fixtures, Fittings and Equipment

Depreciation is charged on the reducing balance basis at 20%, 25% and 33% per annum.

General

A full depreciation charge is made on fixed assets in the year that the asset is brought into use and no charge is made in the year of disposal.

Fixed Assets

Assets donated to the Society are not included in the balance sheet; other assets are included at cost.

Allocation of Expenses

Expenses are allocated to management, repairs and service costs on the basis of the proportion of time or other relevant factors attributable to these activities.

Cash Flow Statement

The Society is exempt from producing a cash flow statement under FRS 1 by virtue of its qualifying as a small company.

Monetary Donations

Monetary donations to the society are credited to the income and expenditure account on a receipts basis.

Corporation Tax and VAT

The Society has charitable status and is exempt from Corporation Tax on the income it has received.

The Society is not registered for VAT. Accordingly no VAT is charged to residents, and expenditure in the income and expenditure account includes the relevant VAT.

Pensions

The Society offers employees the option to contribute to a stakeholder pension with employer's contribution at the rate of 3%.

ABBNEYFIELD RYDE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2014

3.	HOUSING STOCK	<u>2014</u>	<u>2013</u>
	Hostel accommodation – number of bed spaces	<u>15</u>	<u>15</u>
4.	OPERATING COSTS	<u>2014</u>	<u>2013</u>
		£	£
	Operating costs include:		
	Independent Examiner's remuneration (including other services)	1,146	1,134
	Depreciation	<u>4,783</u>	<u>4,315</u>
		<u>£5,929</u>	<u>£5,449</u>
5.	INTEREST RECEIVABLE AND SIMILAR INCOME	<u>2014</u>	<u>2013</u>
		£	£
	Listed investment income (gross)	20,084	23,188
	Lloyds TSB deposit interest (gross)	3	2
	COIF deposit interest (gross)	<u>83</u>	<u>59</u>
		<u>£20,170</u>	<u>£23,249</u>
6.	DONATIONS AND FUNDRAISING		
	Gifts and legacies	<u>£10,000</u>	£ <u> </u> -
7.	EMPLOYEES	<u>2014</u>	<u>2013</u>
		£	£
	Employee costs:		
	Salaries and wages	51,304	50,040
	National insurance contributions	<u>1,983</u>	<u>1,965</u>
		<u>£53,287</u>	<u>£52,005</u>
	Average number of persons employed during the year including part-time employees:	<u>2014</u>	<u>2013</u>
	Hostel staff	<u>9</u>	<u>10</u>

ABBEYFIELD RYDE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 2014

8. PAYMENTS TO MEMBERS, COMMITTEE MEMBERS, OFFICERS, ETC

	<u>2014</u>	<u>2013</u>
	£	£
Fees, remuneration or expenses payable to members of the Society who were neither members of the Committee of Management, nor employees of the Society	Nil	Nil
Fees, remuneration or expenses payable to members of the Committee of Management of the Society who were neither officers nor employees of the Society	Nil	Nil
Fees, remuneration or expenses paid to officers of the Society	Nil	Nil
Payments or gifts made, or benefits granted, to the persons referred to in section 13 and 15 of the Housing Associations Act 1996	Nil	Nil

9. HOUSING LAND AND BUILDINGS
SHG Assisted Schemes – Freehold

	<u>2014</u>	<u>2013</u>
	£	£
<u>Cost – Completed Schemes</u>		
At 1 April 2013	674,105	674,105
Additions	-	-
At 31 March 2014	<u>674,105</u>	<u>674,105</u>
<u>Depreciation</u>		
At 1 April 2013	50,200	46,830
Charge for the year	<u>3,370</u>	<u>3,370</u>
At 31 March 2014	<u>53,570</u>	<u>50,200</u>
SOCIAL HOUSING GRANT	<u>41,007</u>	<u>41,007</u>
<u>Net Book Value</u>		
At 31 March 2014	<u>£579,528</u>	<u>£582,898</u>

ABBNEYFIELD RYDE SOCIETY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014

10. FURNISHINGS AND EQUIPMENT

	<u>2014</u>	<u>2013</u>
	£	£
<u>Cost</u>		
At 1 April 2013	50,328	48,495
Additions	<u>2,011</u>	<u>1,833</u>
At 31 March 2014	<u>52,339</u>	<u>50,328</u>
<u>Depreciation</u>		
At 1 April 2013	45,631	44,686
Charge for the year	<u>1,413</u>	<u>945</u>
At 31 March 2014	<u>47,044</u>	<u>45,631</u>
<u>Net Book Value</u>		
At 31 March 2014	£ <u>5,295</u>	£ <u>4,697</u>

11. INVESTMENTS

	<u>2014</u>	<u>2013</u>
<u>Listed investments:</u>		
At 1 April 2013	617,713	553,452
Share sale proceeds	<u>(28,307)</u>	<u>(8,226)</u>
	589,406	545,226
Unrealised surplus on revaluation	<u>51,595</u>	<u>72,487</u>
	<u>£641,001</u>	<u>£617,713</u>
Historical cost at 1 April 2013	364,287	364,287
Cost of shares sold	<u>24,516</u>	-
At 31 March 2014	<u>£339,771</u>	<u>£364,287</u>

12. CREDITORS

	<u>2014</u>	<u>2013</u>
Amounts falling due within one year:		
Sundry creditors	£ <u>3,011</u>	£ <u>1,398</u>

ABBNEYFIELD RYDE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2014

13. RESERVES

The funds of the Charity are all for general purposes. They include an amount attributable to the unrealised gains/losses of the investment portfolio brought about by the revaluation of the investments each year.

	<u>General Reserve</u>	<u>Revaluation Reserve</u>	<u>Total</u>
At 1 April 2013	972,256	244,427	1,216,683
Net movement of funds	47,061	-	47,061
Transfer of revaluation	(51,595)	51,595	-
At 31 March 2014	<u>£967,722</u>	<u>£296,022</u>	<u>£1,263,744</u>

14. CONTINGENT LIABILITIES

There were no contingent liabilities at 31 March 2014 (2013 – nil).

15. CAPITAL COMMITMENTS

There were no capital commitments at 31 March 2014 (2013 – nil).

ABBEYFIELD RYDE SOCIETY LIMITED

DETAILED HOSTEL PROPERTY REVENUE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2014

	<u>Year ended</u> <u>31 March 2014</u>	<u>Year ended</u> <u>31 March 2013</u>
	£	£
RESIDENTIAL CHARGES RECEIVABLE	<u>128,009</u>	<u>127,428</u>
GROSS INVESTMENT INCOME		
Bank and building society interest	20,170	23,249
OTHER INCOME		
Gifts and legacies	10,000	-
Rental income	<u>2,400</u>	<u>2,400</u>
	<u>32,570</u>	<u>25,649</u>
TOTAL INCOME	<u>160,579</u>	<u>153,077</u>
EXPENDITURE – MANAGEMENT EXPENSES		
Insurance	6,774	5,834
Affiliation fees	4,109	3,978
Examiner's fee (including other services)	1,146	1,134
Bank charges	89	111
Legal and professional charges	-	3,572
Postage, printing and stationery	354	753
Sundries	<u>3,176</u>	<u>2,473</u>
	<u>15,648</u>	<u>17,855</u>
MAINTENANCE OF PREMISES AND EQUIPMENT		
Cyclical repairs to property	9,113	17,227
Equipment repairs and renewals	8,605	6,280
Major works	<u>17,617</u>	<u>7,542</u>
	<u>35,335</u>	<u>31,049</u>
EXPENDITURE – SERVICE COSTS		
Food and household costs	24,871	27,836
Staff wages and NIC	53,287	52,005
Wightcare	5,147	4,493
Window cleaning	519	560
Garden maintenance	3,426	2,859
Water charges	2,971	2,996
Council tax	4,191	4,175
Heating and lighting	13,889	16,893
House telephones	697	660
TV licences	299	299
Sundry expenses	50	45
Depreciation	<u>4,783</u>	<u>4,315</u>
	<u>114,130</u>	<u>117,136</u>
OPERATING COSTS	<u>165,113</u>	<u>166,040</u>
HOSTEL PROPERTY OPERATING DEFICIT	£ <u>(4,534)</u>	£ <u>(12,963)</u>