ABBEYFIELD RYDE SOCIETY LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2015

Company No. 862661   Charity No. 246364

ABBEYFIELD RYDE SOCIETY LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2015

CONTENTS

CONTENTS	PAGE
Report of the Executive Committee	1 - 3
Statement of Executive Committee's Responsibilities	4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 – 13
Detailed Hostel Property Revenue Account	14

ABBEYFIELD RYDE SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE

The Executive Committee submit their report and the financial statements for the year ended 31 March 2015.

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 J McNeal	House Chairman
Mrs E M Bell	
Mrs E F Class	
Mrs P A Dow	
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

Professional Advisors:

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

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.

ABBEYFIELD 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 has been completed, adopted by the Trustees on 10th March 2014 and implemented by the brokers.

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

.... Chairman

.... Company Secretary

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 2015, 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

ABBEYFIELD RYDE SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2015

	Notes	Year ended 31 March 2015	Year ended 31 March 2014
		£	£
INCOMING RESOURCES			
Incoming resources from operating activities in furtherance of the Charity's objects:			
Residents' charges		152,095	128,009
Investment income	5	22,442	20,170
Legacies and Donations received	6	1,500	10,000
Rental income		2,100	2,400
Total incoming resources		178,137	160,579
RESOURCES EXPENSES			
Charitable expenditure in furtherance of the Charity's objects:			
Repairs and maintenance		10,021	35,335
Service costs		117,003	114,130
Management and administration		13,149	15,648
Total resources expended		140,173	165,113
Net incoming/(outgoing) resources		37,964	(4,534)
Unrealised gains on investments	11	30,115	51,595
		68,079	47,061
Total funds brought forward		1,263,744	1,216,683
Total funds carried forward		£1,331,823	£1,263,744

All funds are unrestricted.

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

Chairman

Company Secretary

ABBEYFIELD RYDE SOCIETY LIMITED Company number 862661

BALANCE SHEET

AT 31 MARCH 2015

	Notes	2015	2014
		£	£
TANGIBLE FIXED ASSETS			
Housing Land and Buildings	9		
Gross cost		674,105	674,105
Social Housing grant		(41,007)	(41,007)
Depreciation		(56,940)	(53,570)
Net book value		576,158	579,528
Furnishings and Equipment	10	4,915	5,295
		581,073	584,823
INTANGIBLE FIXED ASSETS			
Investments	11	671,116	641,001
TOTAL FIXED ASSETS		1,252,189	1,225,824
CURRENT ASSETS			
Cash at bank and in hand		82,637	40,931
CURRENT LIABILITIES			
Creditors: amounts falling due within one year	12	(3,003)	(3,011)
NET CURRENT ASSETS		79,634	37,920
TOTAL ASSETS LESS CURRENT LIABILITIES		£1,331,823	£1,263,744
Represented by:			
UNRESTRICTED FUNDS	13	£1,331,823	£1,263,744

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

....	....
Chairman	Company Secretary
Barry J E Dye	Susan A Bulwer

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.

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%.

ABBEYFIELD RYDE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2015

3. HOUSING STOCK

	2015	2014
Hostel accommodation – number of bed spaces	15	15

4. OPERATING COSTS

	2015	2014
	£	£
Operating costs include:		
Independent Examiner's remuneration (including other services)	1,188	1,146
Depreciation	4,745	4,783
	£5,933	£5,929

5. INTEREST RECEIVABLE AND SIMILAR INCOME

	2015	2014
	£	£
Listed investment income (gross)	22,273	20,084
Lloyds TSB deposit interest (gross)	10	3
COIF deposit interest (gross)	159	83
	£22,442	£20,170

6. DONATIONS AND FUNDRAISING

	2015	2014
	£	£
Gifts and legacies	£1,500	£10,000

7. EMPLOYEES

	2015	2014
	£	£
Employee costs:		
Salaries and wages	53,037	51,304
National insurance contributions	2,173	1,983
	£55,210	£53,287

Average number of persons employed during the year including part-time employees:

	2015	2014
Hostel staff	8	9

ABBEYFIELD RYDE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 2015

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

	2015	2014
	£	£
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

	2015	2014
	£	£
Cost – Completed Schemes		
At 1 April 2014	674,105	674,105
Additions	-	-
At 31 March 2015	674,105	674,105
Depreciation		
At 1 April 2014	53,570	50,200
Charge for the year	3,370	3,370
At 31 March 2015	56,940	53,570
SOCIAL HOUSING GRANT	41,007	41,007
Net Book Value		
At 31 March 2015	£576,158	£579,528

ABBEYFIELD RYDE SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2015

10. FURNISHINGS AND EQUIPMENT

	2015	2014
	£	£
Cost		
At 1 April 2014	52,339	50,328
Additions	995	2,011
At 31 March 2015	53,334	52,339
Depreciation		
At 1 April 2014	47,044	45,631
Charge for the year	1,375	1,413
At 31 March 2015	48,419	47,044
Net Book Value		
At 31 March 2015	£ 4,915	£ 5,295

11. INVESTMENTS

	2015	2014
Listed investments:		
At 1 April 2014	641,001	617,713
Share sale proceeds	-	(28,307)
	641,001	589,406
Unrealised surplus on revaluation	30,115	51,595
	£671,116	£641,001
Historical cost at 1 April 2014	339,771	364,287
Cost of shares purchased	114,375	-
Cost of shares sold	(70,534)	(24,516)
At 31 March 2015	£383,612	£339,771

12. CREDITORS

	2015	2014
Amounts falling due within one year:		
Sundry creditors	£3,003	£3,011

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.

	General Reserve	Revaluation Reserve	Total
At 1 April 2014	967,722	296,022	1,263,744
Net movement of funds	68,079	-	68,079
Transfer of revaluation	(30,115)	30,115	-
At 31 March 2015	£1,005,686	£326,137	£1,331,823

14. CONTINGENT LIABILITIES

There were no contingent liabilities at 31 March 2015 (2014 – nil).

15. CAPITAL COMMITMENTS

There were no capital commitments at 31 March 2015 (2014 – nil).

ABBEYFIELD RYDE SOCIETY LIMITED

DETAILED HOSTEL PROPERTY REVENUE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2015

	Year ended 31 March 2015	Year ended 31 March 2014
	£	£
RESIDENTIAL CHARGES RECEIVABLE	152,095	128,009
GROSS INVESTMENT INCOME		
Bank and building society interest	22,442	20,170
OTHER INCOME		
Gifts and legacies	1,500	10,000
Rental income	2,100	2,400
	3,600	12,400
TOTAL INCOME	178,137	160,579
EXPENDITURE – MANAGEMENT EXPENSES		
Insurance	4,286	6,774
Affiliation fees	4,220	4,109
Examiner's fee (including other services)	1,188	1,146
Bank charges	39	89
Legal and professional charges	54	-
Postage, printing and stationery	441	354
Sundries	2,921	3,176
	13,149	15,648
MAINTENANCE OF PREMISES AND EQUIPMENT		
Cyclical repairs to property	3,890	9,113
Equipment repairs and renewals	4,273	8,605
Major works	1,858	17,617
	10,021	35,335
EXPENDITURE – SERVICE COSTS		
Food and household costs	27,694	24,871
Staff wages and NIC	55,210	53,287
Wightcare	5,394	5,147
Window cleaning	517	519
Garden maintenance	2,946	3,426
Water charges	3,042	2,971
Council tax	4,304	4,191
Heating and lighting	11,777	13,889
House telephones	822	697
TV licences	374	299
Sundry expenses	178	50
Depreciation	4,745	4,783
	117,003	114,130
OPERATING COSTS	140,173	165,113
HOSTEL PROPERTY OPERATING SURPLUS/(DEFICIT)	£ 37,964	£ (4,534)