

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

COMPANY REGISTERED NO 953566
(ENGLAND & WALES)

ACCOUNTS

FOR THE YEAR ENDED

31 MAY 2012



CUMMINS YOUNG LTD
39 Westgate
Thirsk
North Yorkshire
YO7 1QR

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

DIRECTORS AND MEMBERS OF THE EXECUTIVE COMMITTEE

Mr A Whitehead (Chairman)	Mr A Nesbitt
Mr M Robson	Mr D S Murkett (Died 17 April 2012)
Mr J Digby	Mr A A Bardon
Mr M Barley	Mrs A D Turner
Mr P Featherstone	Mrs J Wilkin

SECRETARY Mr P Bardon

REGISTERED OFFICE

The Limes
Sowerby
Thirsk
North Yorkshire
YO7 1HX

INDEPENDENT EXAMINER

Andrew Young F C A
Cummins Young Ltd
39 Westgate
Thirsk
North Yorkshire
YO7 1QR

BANKERS Yorkshire Bank Plc, Thirsk

SOLICITORS Eccles, Heddon and Co , Thirsk

Reports and Accounts for the year ended 31 May 2012

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	3	Statement of responsibilities of the executive committee and directors
	4	Independent examiner's report
	5	Income and expenditure account
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THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

**FORTIETH DIRECTORS AND EXECUTIVE COMMITTEE REPORT
ON THE ACCOUNTS FOR THE YEAR ENDED 31 MAY 2012**

STATUS OF THE SOCIETY

The Society is registered within the Tenants Services Authority (number H3470), is a company limited by guarantee (number 953566), having no share capital and with solely charitable objectives, and registered as a charity (number 259951). The liability of the members in the event of a winding up is limited by guarantee to an amount not exceeding £1 per member.

The Directors during the year were as follows -

Mr A Whitehead (Chairman)	Mr A Nesbitt
Mr M Robson	Mr D S Murkett (Died 17 April 2012)
Mr J Digby	Mr A A Bardon
Mr M Barley	Mrs A D Turner
Mr P Featherstone	Mrs J Wilkin

Mr A A Bardon, Mrs A D Turner and Mr M Barley retire by rotation in accordance with the rules of the Society and being eligible, offer themselves for re-election at the Annual General Meeting.

ORGANISATION

A Committee of Directors, who meet quarterley, administers the Society. There are currently nine employees appointed by the Directors.

OBJECTS OF THE SOCIETY

The Directors have had regard to the guidance issued by the Charity Commission on public benefit. The principal activity and source of income of the Society is the provision of sheltered accommodation for the elderly 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 1974. The Society's governing document is its memorandum and articles of association dated 1 December 2009.

REVIEW OF THE ACTIVITIES AND FUTURE DEVELOPMENT

Work continued during the year to upgrade two rooms at Mitchell House to include new kitchen areas and shower rooms. All the windows in the residents rooms and communal areas were replaced with uPVC windows.

Voids at both Mitchell House and The Limes continued during the year, despite regular advertising being undertaken.

In accordance with the Society's development policy, it was agreed to market the terraced house on Topcliffe Road for sale, with a view to re-investing the proceeds of sale in a property more suitable for elderly tenants.

At the request of the residents, an additional bench seat was purchased for the garden and a gazebo is under consideration.

In April of this year we helped Mrs Mason of The Limes celebrate her 100th birthday. Mrs Mason, the residents and members of the committee were joined by the Chairman of Sowerby Parish Council and the Vice-Chairman of Hambleton District Council when they brought their best wishes and bouquets of flowers.

The committee continues with regular meetings with residents from both houses.

During the year we lost David Murkett one of our committee members and Sheila Metcalfe one of our Vice Presidents.

The society has been represented at local Area and Regional meetings.

The Christmas parties at both Mitchell House and the Limes, prove to be very popular social occasions.

We must thank our staff for all their dedication and hard work during the year.

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

DIRECTORS AND EXECUTIVE COMMITTEE REPORT (continued)

REVIEW OF THE ACTIVITIES AND FUTURE DEVELOPMENT (continued)

We look forward to another successful year

FINANCIAL RESULTS

The results for the year are as set out in the income and expenditure account on page 5 and the deficit of £11,595 will be transferred to the income and expenditure accumulated surplus. Major repairs reserve has increased by £3,156 by a transfer from this year's income and expenditure account. A transfer from the restricted reserve in respect of the legacy from Mrs C E Collingwood of £3,869 was made during the year. The legacy can only be used for the benefit of The Limes. The transfer represents equipment purchased solely for the Limes. The financial position at the end of the year is shown on page 7. The Directors consider the results for the year and the state of affairs of the Society to be satisfactory.

RESERVES POLICY AND RISK MANAGEMENT

The Directors aim to keep cash reserves equivalent to three months running costs (approximately £50,000). Any surplus funds will be retained and used to assist in the purchase of future housing properties and to ensure the properties are maintained to a high standard.

The Directors monitor the financial position of the Society at each committee meeting and also examine other operational and business risks. The Directors are satisfied that systems are in place to mitigate the exposure to the major risks.

On behalf of the Board and the Executive Committee



Mrs A D Turner

Date 3 December 2012

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

**STATEMENT OF RESPONSIBILITIES OF THE EXECUTIVE COMMITTEE
AND DIRECTORS FOR THE ACCOUNTS**

The registered social housing legislation require the board to prepare accounts for each financial year. In preparing these accounts, the board is 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 accounts, and
- * prepare the accounts on the going concern basis unless it is inappropriate to presume that the Society will continue in business

The board is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Society and to enable it to ensure that the accounts comply with the Companies Act 2006, the Statement of Recommended Practice (SORP) Accounting by Registered Social Landlords 2008, Schedule 1 to the Housing Act 1996 and the Accounting Requirements for Registered Social Landlords General Determination 2006. It has general responsibility for taking reasonable steps to safeguard the assets of the Society and to prevent and detect fraud and other irregularities.

THE ABBEYFIELD THIRSK AND SOWERBY SOCIETY LIMITED

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE ABBEYFIELD THIRSK AND SOWERBY SOCIETY LIMITED**

I report on the accounts of the company for the year ended 31 May 2012, which are set out on pages 5 to 17

Respective responsibilities of trustees and examiner

The 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 an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to

- examine the accounts under section 145 of the 2011 Act,
- to follow the procedures laid down in the General Directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act), and
- to state 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 Commission. An examination includes a review of the accounting records kept by the charity 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

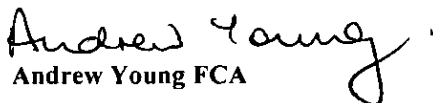
In connection with my examination, no matter has come to my attention

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep proper 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


Andrew Young FCA

Date: 3 December 2012

Independent Examiner

Cummins Young Ltd
39 Westgate
Thirsk
YO7 1QR

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

**INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MAY 2012**

	Notes	2012 £	2011 £
INCOME			
Residents charges		296,008	286,916
Losses from vacancies and absences		(28,593)	(12,651)
		<hr/>	<hr/>
TURNOVER	2 2	267,415	274,265
OPERATING COSTS			
Management expenses		(62,614)	(63,986)
Service costs		(160,797)	(153,807)
Depreciation - housing properties		(23,055)	(23,055)
Day to day repairs and maintenance		(37,620)	(24,640)
		<hr/>	<hr/>
OPERATING (LOSS)/PROFIT	6	(16,671)	8,777
Interest receivable and similar income	4	10,462	10,002
Interest payable	5	(6,099)	(6,279)
		<hr/>	<hr/>
(Deficit)/Surplus on Ordinary Activities before taxation		(12,308)	12,500
Taxation on (Deficit)/Surplus on Ordinary Activities	7	-	-
		<hr/>	<hr/>
(DEFICIT)/SURPLUS ON ORDINARY ACTIVITIES FOR THE YEAR		(12,308)	12,500
TRANSFER (TO)/FROM RESTRICTED RESERVE			
(To)/From restricted legacy reserve	2 11 and 15	3,869	2,840
TRANSFER (TO)/FROM DESIGNATED RESERVE			
(To) major repairs reserve	2 5 and 16	(3,156)	(2,869)
		<hr/>	<hr/>
(DEFICIT)/SURPLUS FOR THE YEAR	17	£(11,595)	£12,471
		<hr/>	<hr/>

The Society has neither acquired nor commenced any new activities during the year nor discontinued any operations and the amounts above relate to continuing operations

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

**STATEMENT OF RECOGNISED SURPLUSES AND DEFICITS
FOR THE YEAR ENDED 31 MAY 2012**

	2012 £	2011 £
Surplus/(Deficit) for the year	(11,595)	12,471
Transfer to designated reserve – Major repairs reserve	3,156	2,869
Transfer to restricted reserve – Restricted legacy reserve	(3,869)	(2,840)
Difference between an historical cost depreciation charge and the actual depreciation charge for the year calculated on the revalued amount	901	901
	<hr/>	<hr/>
Historical cost surpluses and deficits recognised since last Annual report	£(11,407)	£13,401
	<hr/>	<hr/>

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

BALANCE SHEET AS AT 31 MAY 2012

	Notes	2012	2011
		£	£
TANGIBLE FIXED ASSETS			
Housing properties			
Cost less depreciation	8	1,766,191	1,789,246
Less Housing Association Grant	2 6	(270,095)	(270,095)
Social Housing Grants	2 10	(596,090)	(596,090)
		<hr/>	<hr/>
		900,006	923,061
Other tangible fixed assets			
Gross cost less depreciation	8	65,169	70,836
Less Housing Association Grant	2 6	(5,998)	(5,998)
		<hr/>	<hr/>
		59,171	64,838
Donated Properties	2 4 and 9	108,536	111,319
		<hr/>	<hr/>
		1,067,713	1,099,218
CURRENT ASSETS			
Debtors	10	8,631	6,477
Cash at bank and in hand		96,106	80,922
		<hr/>	<hr/>
		104,737	87,399
CREDITORS amounts falling due within one year	11	(18,472)	(17,473)
		<hr/>	<hr/>
NET CURRENT ASSETS		86,265	69,926
TOTAL ASSETS LESS CURRENT LIABILITIES		<hr/>	<hr/>
		1,153,978	1,169,144
CREDITORS amounts falling due after more than one year	12	(83,929)	(86,787)
		<hr/>	<hr/>
		£1,070,049	£1,082,357
CAPITAL AND RESERVES			
Called up share capital	13	-	-
Donated property revaluation reserve	14	35,963	36,864
Income and expenditure account	14	924,835	935,529
Restricted legacy reserve	15	74,532	78,401
Designated reserve – Major repairs reserve	16	34,719	31,563
		<hr/>	<hr/>
	17	£1,070,049	£1,082,357
		<hr/>	<hr/>

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)


BALANCE SHEET AS AT 31 MAY 2012 (continued)

For the financial year ended 31 May 2012 the company was entitled to exemption from audit under S477 of the Companies Act 2006. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

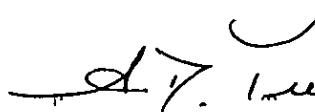
The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its surplus or deficit for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

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

The accounts on page 5 to 17 were approved by the directors and executive committee on 3 December 2012 and were signed on their behalf by



A Whitehead



Mrs A D Turner

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

NOTES TO THE ACCOUNTS - 31 MAY 2012

1 Status of the Society

The Society is registered under the Companies Act 1985 (No 953566) and limited by guarantee. It is also registered as a charity under reference 259951. The Society is also registered under the Housing Act 1974 (Tenants Services Authority registered number H3470) and is wholly in housing activities as defined by that Act.

2 Accounting Policies

2.1 Basis of Accounting

The accounts have been prepared under the historical cost convention modified by the revaluation of donated properties and include the results of the company's operations as indicated in the directors and executive committee report, all of which are continuing. The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

They comply with applicable Accounting Standards in the United Kingdom, the Statement of Recommended Practice (SORP) Accounting by Registered Social Landlords 2008, Schedule 1 to the Housing Act 1996 and the Accounting Requirements for Registered Social Landlords General Determination 2006.

2.2 Turnover

Turnover represents rental income receivable from social housing properties.

2.3 Tangible Fixed Assets

Tangible fixed assets are stated at cost less Housing Association or Social Housing Grant and accumulated depreciation. Cost includes incidental costs of acquisition including interest payable. Depreciation is provided at rates calculated to write off the cost less Housing Association or Social Housing Grant less estimated residual value of each asset over its expected useful lives, as follows -

Housing property	Straight line over 50 years
Donated property	Straight line over 50 years
Furnishings and equipment	15% per annum reducing balance

Assets donated to the Society are not included in the Balance Sheet unless significant in relation to current value and use.

2.4 Donated Properties

Donated properties as stated in note 9 are shown at the revalued amount. Surpluses or deficits on revaluation were transferred to the property revaluation reserve.

In 2001 the society has adopted the transitional provision of FRS15 Tangible Fixed Assets. Whilst previous valuations have been retained, they have not been updated. From 2001 it is society's policy not to revalue fixed assets. The last valuation was at 16 November 1999 (see note 9).

2.5 Cyclical Repairs and Maintenance and Major Repairs

The Society has established a regular programme of cyclical repairs and maintenance. Costs are charged to the Income and Expenditure account in the year in which they are incurred.

It is the executive's opinion that amounts will be required for major repairs in the medium and long term and therefore amounts will be set aside each year. The amounts so set aside are based on the Society's obligation to carry out such works to keep the property in good repair and no HAG will be claimed on these works.

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

NOTES TO THE ACCOUNTS - 31 MAY 2012 (continued)

2 6 Housing Association Grant

Housing Association Grant (HAG) is paid by the Housing Corporation to reduce the cost of the development and is, therefore, shown as a deduction from the cost of housing properties or equipment on the Balance Sheet. HAG is repayable under certain circumstances, primarily following the sale of a property but will normally be restricted to net proceeds of sale.

Housing land and buildings are stated at cost. The development cost funded with traditional HAG includes the cost of acquiring land and buildings, development expenditure, interest charged on the mortgage loans raised to finance the scheme up to the date of completion, and amounts equal to acquisition and development allowances receivable, if any, as determined by The Housing Corporation. These costs are either termed 'qualifying costs' by The Housing Corporation for approved HAG schemes and are considered for mortgage loans by the relevant lending authorities, or are met out of the Society's own reserves.

Schemes are classified in the relevant note as being 'completed' or 'under construction'. Schemes are transferred to completed schemes on the relevant date for capitalisation of interest.

All invoices and architect's certificates relating to capital expenditure are included in the accounts at the gross value, provided that the expenditure was incurred or the architect's certificate was completed by the end of the accounting year.

2 7 Corporation Tax and Value Added Tax

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

The Society is not registered for VAT. In these accounts, where applicable, expenditure is shown inclusive of VAT and no VAT is charged to residents.

2 8 Monetary Donations

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

2 9 Pensions

The Society operates a defined contribution pension scheme for employees.

Premiums paid during the year amounted to £6,167 (2011 - £6,018) and were taken to the income and expenditure account as incurred.

2 10 Social Housing Grants

Social Housing Grants are deducted from the cost of housing properties. These may be repayable on the sale of the housing property.

2 11 Funds

General Funds represent the funds of the Society that were not subjected to any restrictions regarding their use and are available for application on the general purpose of the Society. These include funds designed for a particular purpose by the Trustees. The purpose of any restricted fund is noted in the Accounts.

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

NOTES TO THE ACCOUNTS - 31 MAY 2012 (continued)

3 Staff Information

The directors of the Society (the executive committee) received no remuneration in respect of the year ended 31 May 2012 (2011 - nil)

	2012	2011
The average weekly number of persons employed during the year was (excluding committee)		
Hostel Staff	9	9

	2012	2011
Staff costs	£	£
Wages and salaries	104,215	102,457
Social security costs	6,617	7,339
Pension costs	6,167	6,018
	£116,999	£115,814

<u>Payment to members, committee members, directors, officers, etc</u>	2012	2011
	£	£
Fees, remuneration or expenses payable to members of the executive committee who were neither officers nor employees of the society	£nil	£nil
Fees, remuneration or expenses paid to officers of the society who were not employees	£nil	£nil

4 <u>Interest Receivable and Similar Income</u>	2012	2011
	£	£
Bank and Building Society interest (gross)	109	76
Donations	769	68
Rents from donated properties (net of expenses)	9,584	9,858
	£10,462	£10,002

5 <u>Interest Payable</u>	2012	2011
	£	£
Mortgage interest	£6,099	£6,279

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

NOTES TO THE ACCOUNTS - 31 MAY 2012 (continued)

6	<u>(Deficit)/Surplus on Ordinary Activities Before Taxation</u>	2012 £	2011 £
	(Deficit)/Surplus on ordinary activities before taxation is arrived at after charging		
	Depreciation - Housing properties	23,055	23,055
	Other tangible assets	10,444	11,060
	Donated properties	2,783	2,783
		<hr/>	<hr/>
7	<u>Taxation</u>		
	The Society is registered as a charity (reference 259951) and under present legislation no taxation arises on surpluses		
8	<u>Tangible Fixed Assets</u>		
	Housing land and buildings		Housing Properties £
	Cost		
	As at 31 May 2011		2,018,945
	Additions at cost		-
	Less Social Housing Grants to date		(596,090)
	Less Housing Association Grant		(270,095)
			<hr/>
	As at 31 May 2012		1,152,760
			<hr/>
	Depreciation		
	As at 31 May 2011		229,699
	Charge for year		23,055
			<hr/>
	As at 31 May 2012		252,754
			<hr/>
	Net Book Value		
	As at 31 May 2012		£900,006
			<hr/>
	As at 31 May 2011		£923,061
			<hr/>

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

NOTES TO THE ACCOUNTS - 31 MAY 2012 (continued)

8 Tangible Fixed Assets - continued

Others	HAG Assisted Scheme - Equipment £	Furnishings & Equipment £	Total £
Cost			
As at 31 May 2011	5,998	164,019	170,017
Additions at cost	-	4,777	4,777
Disposals	-	-	-
	—	—	—
As at 31 May 2012	5,998	168,796	174,794
	—	—	—
Depreciation			
As at 31 May 2011	-	99,181	99,181
Charge for year	-	10,444	10,444
On disposals	-	-	-
	—	—	—
As at 31 May 2012	-	109,625	109,625
	—	—	—
Gross cost less depreciation			
As at 31 May 2012	5,998	59,171	65,169
	—	—	—
As at 31 May 2011	5,998	64,838	70,836
	—	—	—
Housing Association grant			
As at 31 May 2012	5,998	-	5,998
	—	—	—
As at 31 May 2011	5,998	-	5,998
	—	—	—
Net Book Value			
As at 31 May 2012	£-	£59,171	£59,171
	—	—	—
As at 31 May 2011	£-	£64,838	£64,838
	—	—	—

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

NOTES TO THE ACCOUNTS - 31 MAY 2012 (continued)

9 Donated Properties

The properties represent freehold properties on Topcliffe Road, Thirsk, donated to the Society by the late Ethel Johnson in her will

Cost/Valuation

As at 31 May 2011	139,149
Additions at cost	-
Disposals	-

As at 31 May 2012	139,149
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Depreciation

As at 31 May 2011	27,830
Charge for the year	2,783
On disposal	-

As at 31 May 2012	30,613
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Net Book Value

As at 31 May 2012	£108,536
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As at 31 May 2011	£111,319
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If the donated properties had not been revalued they would have been shown at cost in the balance sheet at the following amounts -

	2012	2011
	£	£
Legacy at probate value	27,933	27,933
Legal fees	376	376
Cost of residuary share and improvements (including fees)	65,806	65,806
	£94,115	£94,115

The donated properties were valued on the 16 November 1999 at open market value subject to the existing tenancies in the sum of £135,000. The valuation was performed by M D Parker ARICS

10 Debtors

	2012	2011
	£	£
Residents' charges due and unpaid	1,681	-
Prepayments	6,950	6,477
	£8,631	£6,477

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

NOTES TO THE ACCOUNTS - 31 MAY 2012 (continued)

11 Creditors Amounts falling due within one year

	2012	2011
	£	£
Trade creditors	2,795	2,041
Accruals	5,970	5,222
PAYE	391	318
Prepaid resident charges	359	935
Mortgage – Darlington Building Society	8,957	8,957
	<hr/>	<hr/>
	£18,472	£17,473
	<hr/>	<hr/>

The mortgage is secured

12 Creditors Amounts falling due in more than one year

	2012	2011
	£	£
Mortgage – Darlington Building Society	£83,929	£86,787
	<hr/>	<hr/>
Analysis of mortgage		
Not wholly repayable within five years by instalments	92,886	95,744
Less included in current liabilities	8,957	8,957
	<hr/>	<hr/>
	£83,929	£86,787
	<hr/>	<hr/>
Instalments not due within five years	£68,430	£71,789
	<hr/>	<hr/>

The mortgage is secured

13 Share Capital

	2012	2011
	Number	Number
The Society, being a company limited by guarantee, has no share capital. The number of members, each of whose liability is limited to £1, at the end of the year was	18	19
	<hr/>	<hr/>

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

NOTES TO THE ACCOUNTS - 31 MAY 2012 (continued)

14	<u>Reserves</u>	Donated Property Revaluation Reserve	Income and Expenditure Account
	As at 31 May 2011	36,864	935,529
	Transfer from donated property revaluation reserve to income and expenditure account	(901)	901
	Transfer to designated reserve – major repairs	-	(3,156)
	Transfer to restricted legacy reserves	-	3,869
	Deficit for the year	-	(12,308)
		<hr/>	<hr/>
	As at 31 May 2012	£35,963	£924,835
		<hr/>	<hr/>

15	<u>Restricted Reserves</u>	Restricted Legacy Reserve
	Balance as at 31 May 2011	78,401
	Transfer to Income and Expenditure Account	(3,869)
		<hr/>
	Balance as at 31 May 2012	£74,532
		<hr/>

The restricted legacy reserve relate to a legacy from Mrs C Collingwood, which can only be used for the benefit of The Limes

16	<u>Designated Reserve</u>	Major Repairs Reserve
	Balance as at 31 May 2011	31,563
	Transfer from Income and Expenditure Account	3,156
		<hr/>
	Balance as at 31 May 2012	£34,719
		<hr/>

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

NOTES TO THE ACCOUNTS - 31 MAY 2012 (continued)

17	<u>Reconciliation of Movements in Society's funds</u>	2012	2011
		£	£
	(Deficit)/Surplus for the year	(11,595)	12,471
	Transfer (from)/to restricted reserve	(3,869)	(2,840)
	Transfer to designated reserve (see note 16)	3,156	2,869
		<hr/>	<hr/>
	Net reduction/addition to Society funds	(12,308)	12,500
	Opening Society funds	1,082,357	1,069,857
		<hr/>	<hr/>
	Closing Society funds	£1,070,049	£1,082,357
		<hr/>	<hr/>

18 Contingent Liabilities and Capital Commitments

There were no contingent liabilities nor capital commitments at 31 May 2012 (2011 - nil)

19 Transactions with directors and executive committee members

D S Murkett deceased, a director and executive committee member, rented one of the properties. The rent received during the year was £4,183 (2011 - £4,025) and the transaction is at full market value. No amounts were outstanding at the balance sheet date (2011 - £nil)

20 Controlling Party

The executive committee have ultimate control of the society

21 Housing stock

	Units in management	
	2012	2011
Hostel accommodation -		
Number of bed spaces	22	27
Non-hostel accommodation -		
Bungalows	8	8

There is also a house and a house converted into two flats forming donated properties (see note 9)

THE ABBEYFIELD THIRSK & SOWERBY SOCIETY LTD
(Limited by Guarantee)

NOTES TO THE ACCOUNTS - 31 MAY 2012 (continued)

	2012 £	2011 £
<u>Management expenses</u>		
Affiliation Fee The Abbeyfield Society	4,038	4,342
Insurance	4,733	4,691
Accountancy	2,927	2,159
Miscellaneous expenses	1,887	2,725
Telephone	1,146	961
Employee costs	45,877	46,735
Advertising	2,006	1,608
Legal and professional fees	-	765
	<hr/>	<hr/>
	£62,614	£63,986
	<hr/>	<hr/>
<u>Service costs</u>		
Care and catering		
Employee costs	74,032	71,617
Food and provisions including cleaning materials	33,184	33,744
General and water rates	11,181	5,399
Garden maintenance and window cleaning	6,161	6,839
Heating and lighting	22,553	18,964
Miscellaneous expenses	1,887	2,724
Lifeline	1,355	3,460
Depreciation - fixtures, fittings and equipment	10,444	11,060
	<hr/>	<hr/>
	£160,797	£153,807
	<hr/>	<hr/>
<u>Schedule of rents received from donated properties</u>		
Rents receivable	15,980	14,552
	<hr/>	<hr/>
Less Expenses		
Insurance	533	515
Repairs and renewals	436	1,396
Bad debt	2,644	-
Depreciation	2,783	2,783
	<hr/>	<hr/>
	6,396	4,694
	<hr/>	<hr/>
Net Income	£9,584	£9,858
	<hr/>	<hr/>

This page does not form part of the statutory accounts