

THE ABBEYFIELD KIDDERMINSTER
SOCIETY LIMITED

FINANCIAL STATEMENTS

30TH SEPTEMBER 1998

Registered number: 00940932



FELTON & CO

Chartered Accountants
Kidderminster

A member firm of
THE UK 200 GROUP

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED

FINANCIAL STATEMENTS

for the year ended 30th September 1998

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED

COMPANY INFORMATION

30th September 1998

COMPANY NUMBER	00940932
CHARITY NUMBER	258238
CHAIRMAN	Dr P M E Dutton
SECRETARY	G W Weston
OTHER TRUSTEES	J K Norbury (Treasurer) from 23/03/98 Mrs. V. Tomlinson (Treasurer) to 23/03/98 Mrs B C Bullivant H J Higgott Mrs V Jones Mrs S Tudor Hughes Mr. G. Allen (Vice-Chairman) from 23/03/98
REGISTERED OFFICE	17 Birmingham Road Kidderminster Worcestershire DY10 2BX
BANKERS	Yorkshire Bank Plc
ACCOUNTANTS	Felton & Co. Chartered Accountants 6 Church Street Kidderminster Worcestershire DY10 2AD

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED**TRUSTEES' REPORT****30th September 1998**

The trustees present their report and the financial statements for the year ended 30th September 1998.

Aims and organisation

The society exists to provide very sheltered accommodation in the Kidderminster and Wyre Forest area for elderly and frail people. It offers eight en-suite single rooms and the residents are provided with a cooked midday meal and an evening meal. They prepare their own breakfasts. All the rooms have fitted carpets and curtains and the building is centrally heated. There are three employees: a full-time resident housekeeper (warden) who occupies the upper floor flat; a part-time assistant housekeeper; and a part-time cleaner. The running costs of the establishment are met by fees payable by the residents.

The company is a registered charity incorporated as a company limited by guarantee and does not have a share capital.

A voluntary management executive committee (comprising the chairman, secretary and other trustees listed on page 1) is responsible for the running of the Society and in turn works through sub-committees, the principle of which is the house committee which sets the parameters under which the house is operated. Whilst the house offers no nursing care, it seeks to care sympathetically for the residents whilst encouraging them to maintain their own independence and lifestyle.

Review of the year

During the year, all of the rooms have been occupied and this has led to a significant improvement in the level of residents' fees received from £18,996 to £38,230. In addition, overhead expenses have reduced from £22,562 to £12,755 mainly due to the fact that property refurbishment work occurred during the previous financial year, and also due to a change of accounting policy in respect of property depreciation (see note 1 to the financial statements).

The trustees are therefore pleased to report that the Society achieved a net surplus of £7,158 for the financial year.

Independent examiners

The trustees consider that for the year ended 30th September 1998 the company was entitled to exemption from a statutory audit under section 249A of the Companies Act 1985. Under the provisions of the Act, the trustees have appointed Felton & Co. as independent examiners for the year, in succession to A.I.M.S. Worcester. Their report is shown on page 3 of the financial statements. The trustees express their thanks to A.I.M.S. Worcester for their services in previous years.

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED

TRUSTEES' REPORT (continued)

30th September 1998

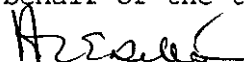
Taxation

The company is a registered charity and is exempt from U.K. corporation tax in accordance with section 505(1)(c) ICTA 1988.

Small company exemptions

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the trustees



Dr P M E Dutton
Chairman

17 Birmingham Road
Kidderminster
Worcestershire
DY10 2BX

21st December 1998

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED

ACCOUNTANTS' REPORT

Accountants' report to the members
on the unaudited financial statements of
The Abbeyfield Kidderminster Society Limited

We report on the financial statements for the year ended 30th September 1998 set out on pages 4 to 11.

Respective responsibilities of directors and reporting accountants

As described on page 6 the company's trustees are responsible for the preparation of the financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249A(4) of the Act as modified by section 249A(5) and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

Felton & Co.

Kidderminster
21st April 1999

Felton & Co
Reporting Accountants

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 30th September 1998

	Note	Total 1998 £	Total 1997 £
Incoming resources			
Residential fees		38,230	18,996
Grants and gifts received		210	13,545
Interest received		711	1,223
Other income		60	-
Total incoming resources		<u>39,211</u>	<u>33,764</u>
Resources expended			
Direct charitable expenditure	2	19,298	13,204
Fundraising and publicity	3	230	449
Management and administration	4	12,525	22,113
Total resources expended		<u>32,053</u>	<u>35,766</u>
Net movement in funds		7,158	(2,002)
Balances brought forward		<u>23,871</u>	<u>25,873</u>
Balances carried forward		<u><u>31,029</u></u>	<u><u>23,871</u></u>

Movements in funds are shown in the notes to the financial statements.

None of the company's activities were acquired or discontinued during the above two financial years.

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
for the year ended 30th September 1998

	1998 £	1997 £
Profit/(loss) for the financial year	7,158	(2,002)
Unrealised surplus on revaluation of fixed assets	82,183	-
Total gains and losses recognised since last annual report	<u>89,341</u>	<u>(2,002)</u>

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED

BALANCE SHEET

at 30th September 1998

	Note	£	1998 £	£	1997 £
Fixed assets					
Tangible assets	6		201,689		115,061
Current assets					
Debtors	7	820		688	
Short term deposits	8	5,000		10,161	
Cash at bank and in hand		9,393		1,086	
			<u>15,213</u>	<u>11,935</u>	
Creditors: amounts falling due within one year	9	(7,822)		(1,549)	
Net current assets			<u>7,391</u>	<u>10,386</u>	
Total assets less current liabilities			209,080		125,447
Creditors: amounts falling due after more than one year	10		(24,293)		(30,000)
			<u>184,787</u>	<u>95,447</u>	
Capital and reserves					
Revaluation reserve	14		153,759		71,576
Unrestricted funds	13		31,028		23,871
Total shareholders' funds			<u>184,787</u>	<u>95,447</u>	

continued

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED

BALANCE SHEET
(continued)

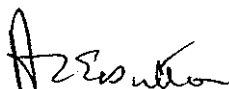
at 30th September 1998

The directors consider that for the year ended 30th September 1998 the company was entitled to exemption under subsection 2 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements 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 profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 4 to 11 were approved by the board of directors on 21st December 1998 and signed on its behalf by:



Dr P M E Dutton
Chairman

NOTES ON FINANCIAL STATEMENTS

30th September 1998

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules except for freehold property which is stated at valuation.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Depreciation

The freehold property is included in the balance sheet at its current open market value. No charge is made for depreciation since, in the opinion of the directors, the property is maintained to a high standard and consequently any such charge would be immaterial.

Depreciation of other fixed assets is calculated to write off their cost less any residual value over their estimated useful lives as follows:

Fixtures and equipment	- 15% straight line basis
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Leases and hire purchase contracts

Rentals paid under operating leases are charged to income as incurred.

Donations received

Cash donations are accounted for on a receipts basis.

Grants receivable

Grants for charitable expenditure are credited to the appropriate funds and in the case of depreciating assets are released to revenue over the expected useful life of the relevant assets by equal annual instalments. Grants of a revenue nature are credited to income in the period in which they are received.

2 Direct charitable expenditure

	Total 1998 £	Total 1997 £
Provisions	6,875	4,465
Wages and salaries	12,423	8,739
	<u>19,298</u>	<u>13,204</u>

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED

NOTES ON FINANCIAL STATEMENTS

30th September 1998

3 Fundraising and publicity

	Total 1998 £	Total 1997 £
Promotion	-	32
Advertising	230	417
	<u>230</u>	<u>449</u>

4 Management and administration

	Total 1998 £	Total 1997 £
Telephone	299	428
Postage, stationery and office supplies	193	160
Staff welfare	-	36
Training	17	2
Affiliation fees	785	198
Company registration fees	30	30
Gardening	36	63
Cleaning	195	258
Heat and light	3,286	2,748
Repairs and renewals	1,505	2,621
Service fees	490	471
Refurbishment	-	40
Rates, water and insurance	1,956	2,151
Rent	-	1,400
Sundry expenses	162	1
Bank charges	274	6
Bank interest	10	15
Loan interest	2,163	2,100
Accountants' fees	823	353
Depreciation of freehold property	-	2,250
Depreciation of freehold improvements	-	6,767
Depreciation of equipment	301	15
	<u>12,525</u>	<u>22,113</u>

5 Taxation

The company has no liability for taxation.

NOTES ON FINANCIAL STATEMENTS

30th September 1998

6 Tangible fixed assets

Cost or valuation	Fixtures and Equipment £	Land and Buildings £	Total £
1st October 1997	101	162,057	162,158
Additions	1,904	2,843	4,747
Surplus on revaluation	-	35,100	35,100
30th September 1998	2,005	200,000	202,005
Depreciation			
1st October 1997	15	47,083	47,098
Charge for year	301	-	301
Reduction in provision on revaluation	-	(47,083)	(47,083)
30th September 1998	316	-	316
Net book amount			
30th September 1998	1,689	200,000	201,689
1st October 1997	86	114,975	115,061

Additions to land and buildings are stated net of grants received.

Freehold land and buildings are stated at valuation made by Phipps & Pritchard in June 1998 on the basis of vacant possession and for their existing use. The revaluation produced a revaluation surplus of £82,183. Depreciation is not provided as the directors are of the opinion that the buildings are well maintained and any such charge would be not material.

7 Debtors

	1998 £	1997 £
Amounts falling due within one year		
Other debtors	820	688
	820	688

8 Short term deposits

	1998 £	1997 £
Income bonds	5,000	10,161

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED

NOTES ON FINANCIAL STATEMENTS

30th September 1998

9 Creditors: amounts falling due within one year

	1998 £	1997 £
Bank overdrafts	-	123
Other creditors	7,822	1,426
	<u>7,822</u>	<u>1,549</u>

10 Creditors: amounts falling due after more than one year

	1998 £	1997 £
Other creditors	24,293	30,000
	<u>24,293</u>	<u>30,000</u>

Maturity of debt included above

In one year or less, or on demand	5,707	-
Between one and two years	5,850	5,707
Between two and five years	18,443	24,293
	<u>30,000</u>	<u>30,000</u>

11 Analysis of net assets between funds

	Fixed assets £	Net current assets £	Long term creditors £	Total 1998 £
Unrestricted funds	<u>201,689</u>	<u>7,391</u>	<u>(24,293)</u>	<u>184,787</u>

12 Restricted funds

The company did not have any restricted funds at 30th September 1998.

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED

NOTES ON FINANCIAL STATEMENTS

30th September 1998

13 Unrestricted funds

	1998 £
General fund	
1st October 1997	23,870
Retained profit for the year	7,158
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30th September 1998	31,028
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14 Revaluation reserve

	1998 £
1st October 1997	71,576
Surplus on revaluation	82,183
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30th September 1998	153,759
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