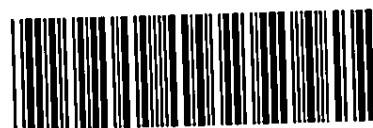


Registered number: 00940932
Charity number: 258238

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

UNAUDITED
TRUSTEES REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007

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COMPANIES HOUSE

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

Trustees

G Allen, Secretary (resigned 30/04/2007)
J L Brame, Secretary, trustee (appointed 30/04/2007)
J K Norbury
R E McCotter
J R Perrin

Company registered number

00940932

Charity registered number

258238

Registered office

17 Birmingham Road
Kidderminster
Worcestershire
DY10 2BX

Company secretary

J L Brame

Accountants

Horwath Clark Whitehill LLP
Chartered Accountants
Foley House
123 Stourport Road
Kidderminster
Worcestershire
DY11 7BW

Bankers

Barclays Bank PLC
66 Oxford Street
Kidderminster
Worcestershire
DY10 1BL

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2007

The Trustees, who are also directors of the charity for the purposes of the Companies Act, submit their annual report and the financial statements of The Abbeyfield Kidderminster Society (the charity) for the year ended 30 September 2007. The reference and administrative details set out on page 1 form part of this report. The Trustees confirm that the annual report and financial statements of the charity comply with current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2005.

Structure, governance and management

a Constitution

The charity is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 21/10/1968.

The charity is constituted under a Memorandum of Association dated 21/10/1968 and is a registered charity number 258238.

b. Method of appointment or election of Trustees

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Memorandum of Association. One trustee retires each year, by rotation, but may be re-elected.

c. Organisational structure and decision making

A voluntary management committee (comprising chairman, vice-chairman, secretary, treasurer and trustees) is responsible for the running of the Society. The management committee delegates the financial management, budgetary and cash control to the treasurer (a trustee) and the operational management to the administrator (appointed by the trustees), both of whom are supported by other committee members and trustees.

d. Related party relationships

The charity is affiliated to The Abbeyfield Society.

e. Risk management

The Trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to such risks.

Objectives and Activities

a. Policies and objectives

The charity's objectives and policies are:

- (1) To provide care in housing and support for older people who no longer choose to live alone
- (2) To ensure that Abbeyfield House is a focal point for goodwill and neighbourliness

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2007

b. Activities for achieving objectives

The Society provides a unique blend of housing with care which gives importance to the independence of residents - through practical involvement in the life of their community and through independence over decisions affecting their lives. This Abbeyfield House offers very sheltered accommodation for up to nine residents.

The Society exists to provide very sheltered accommodation for Kidderminster and the Wyre Forest area for older and frail people. It offers en-suite rooms and the residents are provided with a cooked mid-day meal and lighter evening meal. They prepare their own breakfasts. All rooms have fitted carpets and curtains and the building is centrally heated. There are three employees plus relief staff. The running costs of the establishment are met by the fees payable by the residents.

There have been no changes in the objectives since the last annual report.

Achievements and performance

a. Review of activities

Throughout the year the Society has achieved a high level of room occupancy and our staff have been working to full capacity.

The Society continues to operate to all the principles set out in the Abbeyfield Standard.

We are able to report the Society's continued close working relationship with the Supporting People Team.

A full schedule of maintenance of the building has been accomplished.

The regular weekly interest mornings have continued with many visitors being welcomed to Abbeyfield.

Financial review

a. Reserves policy

In order to maintain an adequate level of free Reserves to cover the loss of residential fee income that might occur during periods when rooms are vacant, and also to cover unforeseen costs, the Trustees aim to achieve and maintain liquid assets (represented by net assets other than tangible fixed assets) equivalent to 8 months residential fee income.

b. Review for year

The financial results again show a modest surplus helped by the high room occupancy rate. This reflects the intention of the Trustees to ensure that there are sufficient accumulated reserves to enable unforeseen costs to be met and the security of the home to be safeguarded.

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2007

Plans for the future

a. Future developments

A modest increase in residents' fees, comparable with the level of inflation, will be implemented from 1 March 2008 in order to absorb cost increases in the year ahead, mostly in relation to fuel and food

Funds held as custodian

Note 14 sets out an analysis attributable to the various funds and a description of the trusts. These assets are sufficient to meet the charity's obligations on a fund by fund basis.

Trustees' responsibilities

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

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period. In preparing those 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the law. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Trustees on 31 March 2008 and signed on its behalf, by



J L Brame
Chairman

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

**AUDIT EXEMPTION REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

ACCOUNTANT'S REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF THE ABBEYFIELD KIDDERMINSTER SOCIETY

We report on the accounts for the year ended 30 September 2007 set out on pages 6 to 13

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND REPORTING ACCOUNTANTS

As described on page 2 the Trustees, who are also directors of the charity for the purposes of the Companies Act, are responsible for the preparation of the accounts, 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 accounts 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 assurances expressed in our opinion.

OPINION

In our opinion

- a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985, as amended,
- b) having regard only to, and on the basis of, the information contained in those accounting records
 - i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in the Statement of Recommended Practice, Accounting and Reporting by Charities, and in section 249C(6) of the Act, and
 - ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act 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)

Signed *Horwath Clark Whitehill LLP*

Dated *31 March 2008*

Horwath Clark Whitehill LLP
Chartered Accountants
Foley House
123 Stourport Road
Kidderminster
Worcestershire
DY11 7BW

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(incorporating income and expenditure account)
FOR THE YEAR ENDED 30 SEPTEMBER 2007

	Note	Unrestricted Funds 2007 £	Total Funds 2006 £
INCOMING RESOURCES			
Incoming resources from generated funds			
Investment income	2	3,154	2,431
Incoming resources from charitable activities - residential care	3	72,570	70,798
TOTAL INCOMING RESOURCES		75,724	73,229
RESOURCES EXPENDED			
Charitable activities - residential care	5,6	66,106	59,124
Governance costs	4	8,060	3,372
TOTAL RESOURCES EXPENDED	7	74,166	62,496
MOVEMENT IN TOTAL FUNDS FOR THE YEAR - NET INCOME FOR THE YEAR		1,558	10,733
<i>Total funds at 1 October 2006</i>		<i>346,989</i>	<i>336,256</i>
TOTAL FUNDS AT 30 SEPTEMBER 2007		348,547	346,989

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

The notes on pages 8 to 13 form part of these financial statements

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

BALANCE SHEET
AS AT 30 SEPTEMBER 2007

	Note	£	2007	£	£	2006	£
FIXED ASSETS							
Tangible fixed assets	10			283,584		284,020	
CURRENT ASSETS							
Debtors	11		1,470			791	
Cash at bank			69,347			65,465	
			70,817			66,256	
CREDITORS: amounts falling due within one year	12		(5,854)			(3,287)	
NET CURRENT ASSETS				64,963		62,969	
TOTAL ASSETS LESS CURRENT LIABILITIES				348,547		346,989	
CHARITY FUNDS							
Unrestricted funds	13			348,547		346,989	
				348,547		346,989	

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The Trustees acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 30 September 2007 and of its profit for the year then ended in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The financial statements were approved by the Trustees on ^{31 March 2008} and signed on their behalf, by



J L Brame
Chairman

The notes on pages 8 to 13 form part of these financial statements

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005). The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in March 2005, applicable accounting standards and the Companies Act 1985.

1.2 Company status

The charity is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

1.3 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

1.4 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies entitlement is considered established once the Charity has been notified of an impending distribution.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

1.5 Resources expended

All expenditure is accounted for on an accruals basis and liabilities are recognised where there is a legal or constructive obligation committing the charity to the expenditure. Expenditure is included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Charitable activities include costs of services, support costs and depreciation on related assets. Governance costs are those associated with constitutional and statutory requirements.

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

1. ACCOUNTING POLICIES (continued)

1.6 Tangible fixed assets and depreciation

No depreciation is provided in respect of freehold land and buildings. Where buildings are maintained to such a standard that their residual value is not less than their cost or valuation, depreciation is not material.

The freehold land and buildings are carried at valuation. In accordance with Financial Reporting Standard 15 such valuations are updated every 5 years.

Fixed assets are reviewed annually by the directors for impairment.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	0%	straight line
Furniture, fittings and equipment	-	15%	straight line

2. INVESTMENT INCOME

	Unrestricted Funds 2007 £	Total Funds 2006 £
Interest received	3,154	2,431

3. ACTIVITIES IN FURTHERANCE OF THE CHARITY'S OBJECTS

	Unrestricted Funds 2007 £	Total Funds 2006 £
Residential fees	72,570	70,798

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

4. GOVERNANCE COSTS

	Unrestricted Funds 2007 £	Total Funds 2006 £
Accountants fees	1,128	1,149
HM Revenue and Customs penalty	4,258	-
Travelling expenses	252	150
Interest on overdue tax	646	-
Affiliation fees	1,746	2,043
Legal fees	30	30
	<u>8,060</u>	<u>3,372</u>

5 DIRECT COSTS

	Residential care £	Total 2007 £	Total 2006 £
Food and housekeeping	9,353	9,353	9,451
Insurance	1,137	1,137	951
Repairs and renewals - internal	2,754	2,754	2,397
Service fees	520	520	649
Staff welfare and leisure	172	172	404
Gardening and cleaning windows	441	441	636
Council tax and water	903	903	1,197
Residents' alarms	1,167	1,167	445
Light and heat	6,520	6,520	5,962
Refurbishment of building	3,951	3,951	771
Wages and salaries	30,538	30,538	28,736
National insurance	1,105	1,105	1,040
Depreciation	1,727	1,727	1,698
	<u>60,288</u>	<u>60,288</u>	<u>54,337</u>

6. SUPPORT COSTS

	Residential care £	Total 2007 £	Total 2006 £
Telephone, postage and office supplies	653	653	649
Advertising	56	56	472
Sundries	1,039	1,039	286
Administrative assistance	4,070	4,070	3,380
	<u>5,818</u>	<u>5,818</u>	<u>4,787</u>

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

7. ANALYSIS OF RESOURCES EXPENDED BY EXPENDITURE TYPE

	Staff costs 2007 £	Depreciation 2007 £	Other costs 2007 £	Total 2007 £	Total 2006 £
Residential care	31,643	1,727	32,736	66,106	59,124
Governance	-	-	8,060	8,060	3,372
	<u>31,643</u>	<u>1,727</u>	<u>40,796</u>	<u>74,166</u>	<u>62,496</u>

Other costs include support costs of £5,818 (2006 £4,787)

8 NET INCOME

This is stated after charging

	2007 £	2006 £
Depreciation of tangible fixed assets - owned by the charity	1,727	1,698
Accountants independent examination	<u>1,128</u>	<u>1,149</u>

During the year, no Trustees received any remuneration (2006 - £NIL)
During the year, no Trustees received any benefits in kind (2006 - £NIL)
Mr J K Norbury received £122 of reimbursed expenses (2006 - £151)
Mr R Perrin received no reimbursed expenses (2006 - £15)

9. STAFF COSTS

Staff costs were as follows

	£	£
Wages and salaries	30,538	28,736
National insurance	1,105	1,040
	<u>31,643</u>	<u>29,776</u>

The average monthly number of during the year was as follows

	No.	No
Carers	<u>3</u>	<u>3</u>

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

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

10. TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Furniture, fittings and equipment £	Total £
Cost or valuation			
At 1 October 2006	276,140	23,402	299,542
Additions	-	1,291	1,291
	<u>276,140</u>	<u>24,693</u>	<u>300,833</u>
At 30 September 2007			
Depreciation			
At 1 October 2006	-	15,522	15,522
Charge for the year	-	1,727	1,727
	<u>-</u>	<u>17,249</u>	<u>17,249</u>
At 30 September 2007			
Net book value			
At 30 September 2007	<u>276,140</u>	<u>7,444</u>	<u>283,584</u>
At 30 September 2006	<u>276,140</u>	<u>7,880</u>	<u>284,020</u>

Cost or valuation at 30 September 2007 is as follows

	Land and buildings £
At cost	86,866
At valuation:	
November 2004 on the basis of present market value	189,274
	<u>276,140</u>

Freehold land and building are stated at a valuation made by Phipps & Pritchard in November 2004 on the basis of present day market value, this produced a surplus of £33,622. This increased the unrestricted reserves to show a total revaluation of £189,274. The next valuation will be carried out on 30 September 2009.

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows

Depreciation is not provided as the trustees are of the opinion that the buildings are well maintained and any such charge would not be material

	2007 £	2006 £
Cost	86,866	86,866
Accumulated depreciation	-	-
	<u>86,866</u>	<u>86,866</u>
Net book value		

THE ABBEYFIELD KIDDERMINSTER SOCIETY LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

11. DEBTORS

	2007 £	2006 £
Other debtors	<u>1,470</u>	<u>791</u>

**12. CREDITORS:
Amounts falling due within one year**

	2007 £	2006 £
Social security and other taxes	713	900
Other creditors	<u>5,141</u>	<u>2,387</u>
	<u>5,854</u>	<u>3,287</u>

13. STATEMENT OF FUNDS

	Brought Forward £	Incoming resources £	Resources Expended £	Carried Forward £
Unrestricted funds				
General Funds	<u>346,989</u>	<u>75,724</u>	<u>(74,166)</u>	<u>348,547</u>

SUMMARY OF FUNDS

	Brought Forward £	Incoming resources £	Resources Expended £	Carried Forward £
General Funds	<u>346,989</u>	<u>75,724</u>	<u>(74,166)</u>	<u>348,547</u>

14. TAXATION

In the opinion of the trustees, all income of the charity is outside the scope of income tax and corporation tax