

Registered Charity Number 223716

Registered Company Number 715471

THE ABBEYFIELD BURY SOCIETY LIMITED
FINANCIAL STATEMENTS
30th SEPTEMBER 2009



THE ABBEYFIELD BURY SOCIETY LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30th SEPTEMBER 2009

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THE ABBEYFIELD BURY SOCIETY LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

Mr M A Birch (Chairman)
Mrs M Rothwell (Hon Secretary)
Mrs J Adamson
Mrs S Lal
Mr M Atkins (Treasurer)
Mrs C Schofield
Mr J Banks
Mr R Fray
Mrs W Fray
S J Treadgold (Appointed 25th June 2009)

Non-executive board members

Dr C Britton (Hon Medical Officer)

Company secretary

Mrs M Rothwell

Registered office

Farraday House
78 Tottington Road
Bury
BL8 1LL

Auditor

Horsfield & Smith
Chartered Accountants
& Registered Auditor
Tower House
269 Walmersley Road
Bury
Lancashire
BL9 6NX

THE ABBEYFIELD BURY SOCIETY LIMITED

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 30th SEPTEMBER 2009

The directors, who are trustees of the charity, have pleasure in presenting their report and the financial statements for the year ended 30th September 2009

Principal Activity

The Abbeyfield Bury Society Limited is a registered charity and a company limited by guarantee, and is governed by its Memorandum and Articles of Association and has operated throughout the year as a provider of very sheltered housing for the frail and elderly

As a registered charity the company is non-profit making and its directors and trustees are volunteers

The company has been incorporated without share capital by each of its members

Review of Business

This is our 48th Annual General Meeting, and I must say at the outset, it has been a trying and difficult year for the trustees but fortunately the latest accounts for the year show it as being a satisfactory financial result

New Build

The site we bought at Brandlesholme Road in April 2008 has now been cleared and is ready for the new build to take place. After nine months of submitting plans to the Town Hall we finally had to take their refusal to give planning permission to the Government Inspectorate. After their enquiry they overturned the Bury Planning Committee's decision and granted us planning permission.

Unfortunately Bury Metro Environmental Services are now declining to back us in applying for a grant from the Housing Communities Agency. They told us twelve months ago that this grant would be available to us.

This action is delaying the start of our new build (at great expense). It has also delayed the selling of two of our properties.

Our Manchester Road house is to be sold to Holy Cross College, who want to buy it off us in order to extend their college and take in more students and also employ extra staff.

Bury Cancer Support Group has to move out of St James Church on Walshaw Road. They have looked round our Bolton Road house and have shown great interest in buying it. This will enable them to give varying treatments and counselling to cancer patients and their families.

The trustees hope to overcome these problems in the next few months.

The average age of our residents during this period was 88.6 years, ranging from 67 – 104. Also during this year there was a big increase in the change of residents. There were 9 deaths over the year and 8 residents moved on to residential care homes because of failing health and needing more care than we could provide.

Resident's fees increase in May 2009 but this did not cover the unforeseen rise in the cost of living (eg electricity, gas, food, community tax etc). The financial position of the Society has been scrutinised very carefully and in order to secure the future of the Society an increase in fees will be required in May 2010.

THE ABBEYFIELD BURY SOCIETY LIMITED

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 30th SEPTEMBER 2009

Donations received this year amounted to £27,570, including one donation of £25,000

The financial results for the year, as revealed by the audited accounts, show a surplus of £239,718, which includes £197,694 from the sale of the Sefton Road property and the £25,000 donation. This leaves an operating surplus of £17,024 on income of £417,944.

The Trustees express their thanks to all our staff for their dedicated services and support to the Society. Thanks also go to our Hon. Medical Officer- Dr Britton.

Many thanks go also to Mr Joe Birch and Mr Roy Unsworth, our collectors/messengers and also sincere thanks to all House Visitors. To all our committee members, Mrs Barbara Westwell, our administrator and to Mr Jeremy Banks - I give them all my sincere thanks for giving me their support during this difficult and trying year. Thanks also go to Mrs Lesley Howorth for her continuing good work as vacancies officer.

Thanks go also to our accountants - Messrs Horsfield & Smith.

Trustees

The trustees who served during the period were as follows

Mr M A Birch	Chairman
Mrs M Rothwell	Hon. Secretary
Mr M Atkins	Hon. Treasurer
Mrs J Adamson	House Visitor
Mrs S Lal	House Visitor
Mrs C Schofield	Trustee
Mrs R Schofield	Trustee
Mr J Banks	Development Officer
Mr R Fray	Trustee
Mrs W Fray	Trustee

All the trustee directors retire at the Annual General Meeting on 27th April 2010 and are eligible for re-election.

On behalf of the Board



M A Birch
CHAIRMAN

THE ABBEYFIELD BURY SOCIETY LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

YEAR ENDED 30th SEPTEMBER 2009

The trustees are responsible for preparing the Trustees' 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 company and of the surplus or deficit of the company 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 company will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

THE ABBEYFIELD BURY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ABBEYFIELD BURY SOCIETY LIMITED

YEAR ENDED 30th SEPTEMBER 2009



HORSFIELD & SMITH
CHARTERED ACCOUNTANTS

We have audited the financial statements of The Abbeyfield Bury Society Limited for the year ended 30th September 2009 on pages 7 to 13 which have been prepared under the accounting policies set out on page 9

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITOR

As described on page 4, the company is responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Auditing Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the relevant legislation. We also report to you if, in our opinion, the Trustees' Report. We also report to you whether in our opinion the information given in the Trustees' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and other transactions is not disclosed.

We read the Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

THE ABBEYFIELD BURY SOCIETY LIMITED

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS
OF THE ABBEYFIELD BURY SOCIETY LIMITED *(continued)***

YEAR ENDED 30th SEPTEMBER 2009



HORSFIELD & SMITH
CHARTERED ACCOUNTANTS

OPINION

In our opinion

- the financial statements give a true and fair view of the state of affairs of the charity as at 30th September 2009 and of its surplus for the year then ended and have been properly prepared in accordance with the Trust Deed of 15th February 1962, the Housing Act 1996 and the Registered Housing Associations (Accounting Requirements) Order 1992,
- the financial statements have been prepared under the Companies Act 2006, and
- the information given in the Trustees' Report is consistent with the financial statements

Tower House
269 Walmersley Road
Bury
Lancashire
BL9 6NX

27th April 2010

PETER G NICOL
(Senior Statutory Auditor)
For and on behalf of
HORSFIELD & SMITH
Chartered Accountants
& Registered Auditor

THE ABBEYFIELD BURY SOCIETY LIMITED

INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 30th SEPTEMBER 2009

	Note	2009 £	2008 £
INCOME	2	417,944	383,912
OPERATING COSTS			
Administrative expenses		<u>404,067</u>	<u>404,957</u>
		13,877	(21,045)
OTHER OPERATING INCOME		29,255	6,177
OPERATING SURPLUS/(DEFICIT)		43,132	(14,868)
Profit on disposal of fixed assets	5	<u>197,694</u>	<u>—</u>
		240,826	(14,868)
Interest receivable and similar income	6	<u>1,988</u>	<u>8,917</u>
		242,814	(5,951)
Interest payable and similar charges	7	<u>(3,096)</u>	<u>(4,496)</u>
SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION		239,718	(10,447)
Taxation on surplus on ordinary activities	8	<u>—</u>	<u>—</u>
		239,718	(10,447)
Transfer of property from The Abbeyfield Bolton Society Ltd		<u>—</u>	<u>445,251</u>
RETAINED SURPLUS FOR THE YEAR		239,718	434,804

The company has no recognised gains or losses other than the results for the year as set out above

All of the activities of the company are classed as continuing

The notes on pages 9 to 13 form part of these financial statements.

THE ABBEYFIELD BURY SOCIETY LIMITED

BALANCE SHEET

30th SEPTEMBER 2009

	Note	2009 £	2008 £
FIXED ASSETS			
Housing properties	9	2,264,427	2,246,992
Less Housing Association Grant	9	(662,342)	(662,342)
		<u>1,602,085</u>	<u>1,584,650</u>
Other fixed assets	10	23,778	27,974
		<u>1,625,863</u>	<u>1,612,624</u>
CURRENT ASSETS			
Debtors	11	8,249	12,504
Investments	12	36,667	28,880
Cash at bank and in hand		120,796	45,070
		<u>165,712</u>	<u>86,454</u>
CREDITORS: Amounts falling due within one year	13	<u>28,998</u>	<u>176,219</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>136,714</u>	<u>(89,765)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,762,577</u>	<u>1,522,859</u>
RESERVES	15		
General Charitable Reserve		592,900	592,900
Income and expenditure account	16	1,169,677	929,959
MEMBERS' FUNDS		<u>1,762,577</u>	<u>1,522,859</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

These financial statements were approved by the trustees and authorised for issue on 27th April 2010 and are signed on their behalf by

M A Birch
Chairman

Maurice Birch

M Atkins
Treasurer

M. D. Atkins
M. D. Atkins

Registered Charity Number 223716
Registered Company Number 715471

The notes on pages 9 to 13 form part of these financial statements

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30th SEPTEMBER 2009

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable UK accounting standards

The financial statements are prepared under the historical cost convention in accordance with applicable accounting standards, the Statement of Recommended Practice Accounting by Registered Social Landlords, issued in May 2005 and the Accounting Requirements for Registered Social Landlords General Determination 2006. They include the results of the Society's operations which are described in the Trustee Directors' Report all of which are continuing.

Cash flow statement

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small.

Income

Income represents fees receivable from residents in respect of housing accommodation provided by the Society.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Buildings	-	1%, 2%, 2.5% and 4% per annum straight line
Fixtures & Fittings	-	15% per annum on the reducing balance

Social housing grant

Grants received are shown as a deduction from the cost of the relevant property.

Donations and charitable reserve

Monetary donations, other than those allocated to special projects, are credited to the income and expenditure account, on a receipts basis and transferred annually to the General Charitable Reserve.

Pension costs

The Society operates a defined contribution pension scheme. Contributions are charged to the income and expenditure account in the accounting period in respect of which they are payable to the scheme.

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30th SEPTEMBER 2009

2. INCOME

The turnover and profit before tax are attributable to the one principal activity of the charity

3. DIRECTORS' REMUNERATION

None of the directors were paid any remuneration during the year for services as directors

4. EMPLOYEE INFORMATION

	2009	2008
	£	£
Wages and salaries	146,503	144,582
Social security costs	9,826	9,875
Other pension costs	526	818
	<u>156,855</u>	<u>155,275</u>

5. PROFIT ON SALE OF FIXED ASSETS

	2009	2008
	£	£
Profit on sale	<u>197,694</u>	<u>—</u>

The profit on sale arising in 2009 represents the excess of sale proceeds of a property in Bolton over its original cost to Bolton Abbeyfield

6. INTEREST RECEIVABLE AND SIMILAR INCOME

	2009	2008
	£	£
Bank interest receivable	<u>1,987</u>	<u>8,918</u>

7. INTEREST PAYABLE AND SIMILAR CHARGES

	2009	2008
	£	£
Other interest and similar charges	<u>3,096</u>	<u>4,496</u>

8. TAXATION ON ORDINARY ACTIVITIES

The Abbeyfield Bury Society Limited is a registered charity and is therefore exempt from liability to taxation on its income and capital gains

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30th SEPTEMBER 2009

9. HOUSING PROPERTY

COST

At 1st October 2008	2,546,922
Additions	54,559
Disposals	(6,852)
Housing Association Grant	(662,342)
At 30th September 2009	<u>1,932,287</u>

DEPRECIATION

At 1st October 2008	299,930
Charge for the year	30,818
On disposals	(546)
At 30th September 2009	<u>330,202</u>

NET BOOK VALUE

At 30th September 2009	<u>1,602,085</u>
At 30th September 2008	<u>1,584,650</u>

2009	2008
£	£

Housing properties book value, net of grant and depreciation comprise:

Freehold land and buildings	1,602,085	1,578,207
Long leasehold land and buildings	—	6,443
	<u>1,602,085</u>	<u>1,584,650</u>

10. OTHER TANGIBLE FIXED ASSETS

Fixtures and fittings
£

COST OR VALUATION

At 1st October 2008 and 30th September 2009	<u>151,947</u>
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DEPRECIATION

At 1st October 2008	123,973
Charge for the year	4,196
At 30th September 2009	<u>128,169</u>

NET BOOK VALUE

At 30th September 2009	<u>23,778</u>
At 30th September 2008	<u>27,974</u>

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30th SEPTEMBER 2009

11. DEBTORS

	2009	2008
	£	£
Other debtors	<u>8,249</u>	<u>12,504</u>

12. INVESTMENTS

	2009	2008
	£	£
Cost or base cost:		
Other investments	<u>36,667</u>	<u>28,880</u>
Balance at 30th September 2009	<u>36,667</u>	<u>28,880</u>

The investments comprise the following -

	2009	2008
	£	£
Bank deposit accounts	<u>36,667</u>	<u>28,880</u>

13. CREDITORS: Amounts falling due within one year

	2009	2008
	£	£
Bank loans	—	151,125
Other taxation and social security	2,677	2,208
Other creditors	3,496	2,380
Accruals and deferred income	<u>22,825</u>	<u>20,506</u>
	<u>28,998</u>	<u>176,219</u>

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30th SEPTEMBER 2009

14. RELATED PARTY TRANSACTIONS

The Society paid Mr M Birch, the chairman, £4,313 (2008 £4,200) as an honorarium for full time management services during the year £Nil (2008 £330) was owing at the balance sheet date

The company is under the control of the board of trustees

15. COMPANY LIMITED BY GUARANTEE

	2009 £	2008 £
The number of members, each of whose liability is limited to £1 at the year end was	<u>10</u>	<u>10</u>

16. INCOME AND EXPENDITURE ACCOUNT

	2009 £	2008 £
Balance brought forward	929,959	495,155
Retained surplus/(deficit) for the financial year	239,718	(10,447)
Transfers from The Abbeyfield Bolton Society Ltd	–	445,251
Balance carried forward	<u>1,169,677</u>	<u>929,959</u>