

Registered Charity Number: 223716
Registered Company Number: 715471

THE ABBEYFIELD BURY SOCIETY LIMITED

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

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THE ABBEYFIELD BURY SOCIETY LIMITED

**A Private Company Limited by Guarantee
Company Registered in England Number: 00715471
Registered Charity Number: 223716**

FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2018

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THE ABBEYFIELD BURY SOCIETY LIMITED

A Private Company Limited by Guarantee
Company Registered in England Number: 00715471
Registered Charity Number: 223716

OFFICERS AND PROFESSIONAL ADVISERS

YEAR ENDED 30 SEPTEMBER 2018

The Board of Trustees:

Mrs Y Creswell (Chairman)
Mr B Bibby (Treasurer)
Mrs J Adamson
Mr S Lancaster (Resigned 30/04/18)
Ms L Howarth
Mr J Perkin (Appointed 30/04/18, Resigned 18/09/18)

Non-Executive Board Members:

Dr C Britton (Hon. Medical Officer)

Registered Office:

Farraday House
Cottam Street
Bury
BL8 1QQ

Auditor:

DonnellyBentley Limited
Chartered Accountant and Registered Auditor
Hazlemere
70 Chorley New Road
Bolton
BL1 4BY

THE ABBEYFIELD BURY SOCIETY LIMITED

TRUSTEES' ANNUAL REPORT

YEAR ENDED 30 SEPTEMBER 2018

The Trustees (who are also Directors of the Charity for the purposes of the Companies' Act) have pleasure in presenting their annual report together with the audited financial statements of The Abbeyfield Bury Society Limited for the year ended 30 September 2018. The Trustees confirm that the annual report and financial statements of company comply with the current statutory requirements, the requirements of the company's governing document and have been prepared on the basis set out on page 11 to the accounts. There have been no changes to the society's policies during the year ended 30 September 2018.

REFERENCE AND ADMINISTRATION DETAILS

Reference and administration details are shown in the schedule of officers and professional advisers on page 1 of the financial statements.

STRUCTURE GOVERNANCE AND MANAGEMENT

Governing Document

The Abbeyfield Bury Society Limited is a charitable company limited by guarantee. Its governing document is in the form of a Memorandum and Articles of Association dated 15 February 1962 as amended by special resolutions dated 6 September 2004 and 28 August 2007.

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

Appointment of Trustees

The management of The Abbeyfield Bury Society Limited is the responsibility of the trustees. Any individuals can apply as a trustee but they have to be approved by the existing trustees.

Trustee Induction and Training

As part of their induction, new trustees are provided with information about the charity, the management structure, its history and working practices.

In addition they are also provided with extracts of the Memorandum and Articles of Association plus information from the Charity Commission and Companies House regarding the duties and responsibilities of trustees.

Appropriate training to trustees is provided where necessary.

Organisational Structure

The business of the charity is managed by the trustees. They have appointed a part-time administrator/manager to be responsible to the trustees for the administration of the work of the charity. They are also responsible for the bookkeeping of the charity.

Risk Management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

OBJECTIVES AND ACTIVITIES

The objectives of the charity are to relieve aged, impotent and poor people of all classes for the advancement of religion and education and for other charitable purposes beneficial to the community.

Aims of the Charity

The charity is a Registered Housing Association and has operated throughout the year as a provider of very sheltered housing for the elderly.

THE ABBEYFIELD BURY SOCIETY LIMITED

TRUSTEES' ANNUAL REPORT (continued)

YEAR ENDED 30 SEPTEMBER 2018

PUBLIC BENEFIT

We have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular, the trustees have considered the activities of the charity as set out in the 'objectives and activities' section above, and the 'achievements and performance' and assessed their future plans. They are satisfied that the criteria for public benefit are comprehensively achieved.

ACHIEVEMENTS AND PERFORMANCE

Review of Business

2017/2018 has been another challenging year in the life of Abbeyfield Bury Society, mainly due to the development of 12 apartments for independent living. The project was signed over to us at the end of September 2018 but was subject to defects being rectified before we paid the retention monies.

In 2018, we carried new fire protection work to 14 rooms in the Sheltered accommodation (14 rooms in total) as agreed with our fire protection advisor which resulted in having to leave two rooms unoccupied to accommodate existing residents who had to vacate their own rooms whilst this work was carried out. When the work was completed, each room was fitted with new coving and heat sensors and then decorated and cleaned ready for re-occupation.

We have also completely renovated the corridors, including installing new emergency lighting, painting and decorating and the dining room was also redecorated and a new carpet fitted. The conservatory has also undergone a refurbishment with a new roof, windows, carpet and furniture.

It has been a busy and hectic year, but the end result speaks for itself.

In 2018, our house in Turks Road celebrated 50 years in providing sheltered accommodation for 7 older people. We are now proposing to build a small extension to the house by providing a new flat and adding a conservatory which will extend the dining facility and give safer access to the rear garden. A refurbishment of internal fixtures and fittings, redecoration, carpets and furniture are also in the plans. We hope to commence this work early in 2019.

FINANCIAL REVIEW

Results

The results for the year and the Charity's financial position at the end of the year are shown in the attached financial statements.

Reserves Policy

The Board recognises the need to develop a more substantial level of unrestricted reserves to secure the company's future but is aware that in the charitable sector this is not always possible or desirable. Current levels of reserves are high as a result of the sale of properties, where the funds are expected to be reinvested to provide either more accommodation or to improve existing accommodation.

Funds

The funds held by the charity are detailed in note 19 to the accounts.

THE ABBEYFIELD BURY SOCIETY LIMITED

TRUSTEES' ANNUAL REPORT (continued)

YEAR ENDED 30 SEPTEMBER 2018

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also directors of The Abbeyfield Bury Society Limited for the purposes of company law) are responsible for preparing the Trustees' Annual Report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law and registered social housing legislation require the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure of the charitable company for that period.

In preparing these 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the association will continue in business; and
- observe the methods and principles in the Charities SORP (FRS 102).

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2016. They are also responsible for safeguarding the assets of the charitable 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 charitable 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.

AUDITOR

A resolution proposing that DonnellyBentley Limited are re-appointed as auditors of the company will be put to the Annual General Meeting.

SMALL COMPANY EXEMPTION

In preparing this report the directors have taken advantage of the special provisions of part 15 of the Companies Act 2006 relating to small companies.

Signed on behalf of the Trustees on 25 February 2019.


.....
Mrs Y Creswell - Chairman

THE ABBEYFIELD BURY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE ABBEYFIELD BURY SOCIETY LTD

YEAR ENDED 30 SEPTEMBER 2018

Opinion

We have audited the financial statements of The Abbeyfield Bury Society Ltd (the 'charitable company') for the year ended 30 September 2018 which comprise the Statement of Financial Activities, Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2018, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

THE ABBEYFIELD BURY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE ABBEYFIELD BURY SOCIETY LTD (continued)

YEAR ENDED 30 SEPTEMBER 2018

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement [set out on page 4], the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

THE ABBEYFIELD BURY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE ABBEYFIELD BURY SOCIETY LTD (continued)

YEAR ENDED 30 SEPTEMBER 2018

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

THE ABBEYFIELD BURY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE ABBEYFIELD BURY SOCIETY LTD (continued)

YEAR ENDED 30 SEPTEMBER 2018

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees 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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Jonathan Hargraves BA (Hons) FCA (Senior Statutory Auditor)
for and on behalf of DonnellyBentley Limited
Statutory Auditor
Chartered Accountants
Hazlemere
70 Chorley New Road
Bolton
BL1 4BY

25 February 2019

DonnellyBentley Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE ABBEYFIELD BURY SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 30 SEPTEMBER 2018

	Note	Unrestricted Fund £	Year Ended 30/09/2018 £	Year Ended 30/09/2017 £
INCOME AND EXPENDITURE				
Income				
Donations and legacies	3	1,600	1,600	150
Investment income	12	1,409	1,409	2,231
Income from charitable activities	4	360,675	360,675	297,310
Miscellaneous income	5	4,304	4,304	24,979
Total Income		<u>367,988</u>	<u>367,988</u>	<u>324,670</u>
Expenditure				
Charitable activities	6	<u>354,814</u>	<u>354,814</u>	<u>323,977</u>
Total Expenditure		<u>354,814</u>	<u>354,814</u>	<u>323,977</u>
Net Income/(Expenditure) for the Year Before Transfers		13,174	13,174	693
Transfers between funds	19	<u>-</u>	<u>-</u>	<u>-</u>
Net movement in funds		13,174	13,174	693
Revaluation reserve	19	-	-	-
Fund balances b/fwd at 1 October 2017		1,592,414	1,592,414	1,591,721
Fund balances c/fwd at 30 September 2018	19	<u><u>1,605,588</u></u>	<u><u>1,605,588</u></u>	<u><u>1,592,414</u></u>

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

All income and expenditure derives from continuing activities.

The notes form part of these financial statements

THE ABBEYFIELD BURY SOCIETY LIMITED

BALANCE SHEET

YEAR ENDED 30 SEPTEMBER 2018

	Note	2018	2017
		£	£
FIXED ASSETS			
Housing properties	14	1,840,902	1,875,473
Less: Housing Association grant	14	(991,667)	(991,667)
		849,235	883,806
Other fixed assets	15	79,134	28,321
		928,369	912,127
CURRENT ASSETS			
Debtors	16	12,869	7,493
Cash at bank and in hand		752,833	849,860
		765,702	857,353
CREDITORS: Amounts falling due within one year	17	88,483	177,066
NET CURRENT ASSETS		677,219	680,287
TOTAL ASSETS LESS CURRENT LIABILITIES		1,605,588	1,592,414
RESERVES			
Designated funds		-	-
Unrestricted fund	19	1,605,588	1,592,414
MEMBERS' FUNDS		1,605,588	1,592,414

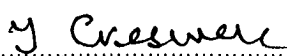
For the year ending 30 September 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies but as this company is a charity, it is subject to audit under the Charities Act 2011.


Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions of part 15 of the Companies Act 2006 relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The financial statements were approved by the trustees and authorised for issue on 25 February 2019 and are signed on their behalf by:


Y Creswell - Chairman


R Bibby - Treasurer

The notes form part of these financial statements

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2018

1. ACCOUNTING POLICIES

The Abbeyfield Bury Society Limited is incorporated under the Companies Act 2006 and is a Registered Provider of Social Housing.

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006, the Housing and Regeneration Act 2008 and with the Accounting Direction Private Registered Providers of Social Housing in England 2015. The principal accounting policies adopted in the preparation of the financial statements are set out below.

The Abbeyfield Bury Society Limited meets the definition of a public benefit entity under FRS 102.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes). They have been prepared under the historic cost convention and the going concern basis.

Cash flow statement

The company qualifies as a small company under the Companies Act 2006. The trustees have elected to take advantage of the exemption under update Bulletin 1 of the Charities SORP (FRS 102) not to prepare a cash flow statement.

Income

Income from charitable activities represents fees receivable from residents in respect of housing accommodation provided by the Society in the year net of rent losses from voids.

All income is included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

- Charitable activities expenditure comprises these costs incurred by the charity in the delivery of its services for its beneficiaries.
- Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

Fixed assets

All fixed assets are initially recorded at cost.

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2018

1. ACCOUNTING POLICIES (continued)

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:

Improvements to Property	-	4% per annum straight line
Freehold Buildings	-	4% per annum straight line
Fixtures and Fittings	-	15% per annum on the reducing balance
Computer Equipment	-	25% per annum straight line

Housing properties

Housing properties are principally properties available for rent and are stated at cost less any provision for impairment (representing a diminution in the recoverable service potential of the asset below its carrying value in the balance sheet) less depreciation. Cost includes the cost of acquiring land and buildings and development costs.

Social Housing Grant (SHG)

SHG received as a contribution towards the capital costs of a scheme is shown in the Housing Properties note. Where properties are included at historical cost the total grant receivable is deducted from the cost of housing properties. This treatment contravenes the Companies Act but is necessary to show a true and fair view.

SHG is subordinated to the repayment of loans by agreement with the Housing Corporation. SHG released on sale of a property may be repayable but is normally available to be recycled and is credited to a recycled Capital Grant Fund or Disposal Proceeds Fund and included in the balance sheet in creditors.

Donations

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

Value Added Tax

Irrecoverable VAT which can be attributed to a capital item or revenue expenditure is added to the cost of the capital item or expenses.

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.

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2018

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

2. JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3. DONATIONS AND LEGACIES

	Unrestricted Fund £	Designated Fund £	Total Funds 2018 £	Total Funds 2017 £
Donations	1,600	-	1,600	150

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2018

4. INCOME FROM CHARITABLE ACTIVITIES

	Total Funds 2018 £	Total Funds 2017 £
Gross rent receivable	421,299	316,844
Less: Losses from voids	(60,624)	(19,534)
	<u>360,675</u>	<u>297,310</u>
	Units at 30/09/2018	Units at 30/09/2017
Units in management		
Supported housing for older people	32	19

5. MISCELLANEOUS INCOME

	Total Funds 2018 £	Total Funds 2017 £
Miscellaneous income	4,304	4,304
HCA income	-	20,675
	<u>4,304</u>	<u>24,979</u>

6. CHARITABLE ACTIVITIES

	Total Funds 2018 £	Total Funds 2017 £
Care and catering employee costs	112,680	104,768
Employers NI contributions	4,025	3,348
Total pension costs	1,445	1,077
Temporary staff – general manager	3,382	-
Termination fees	10,000	-
Rates and water	12,861	12,227
Light and heat	15,138	21,707
Repairs and maintenance	58,112	28,409
Food and other household costs	36,412	35,721
Telephone	4,738	4,128
Equipment hire	859	271
Printing, stationery and advertising	2,250	1,855
Miscellaneous expenses	3,050	2,629
UK entertainment	-	492
Storage rent	-	3,117
Insurance	6,712	7,745
Depreciation	61,561	53,210
Bank charges and interest	374	340
Governance costs (see note 7)	21,190	42,908
Donations	25	25
	<u>354,814</u>	<u>323,977</u>

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2018

7. GOVERNANCE COSTS

	Total Funds 2018 £	Total Funds 2017 £
Audit	6,900	6,600
Legal and professional	11,120	30,415
Affiliation fee	3,170	5,893
	<u>21,190</u>	<u>42,908</u>

8. OPERATING SURPLUS

Operating surplus is stated after charging/(crediting):

	2018 £	2017 £
Depreciation	61,561	53,210
Auditors remuneration	<u>6,900</u>	<u>6,600</u>

9. AUDITORS REMUNERATION

	2018 £	2017 £
Fees payable to auditor for audit of the annual accounts	6,900	6,600
Fees payable to auditor for other services	<u>45</u>	<u>45</u>

10. DIRECTORS REMUNERATION

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

11. EMPLOYEE INFORMATION

	2018 £	2017 £
Wages and salaries	112,680	104,768
Social security costs	4,025	3,348
Other pension costs	1,445	1,077
Management costs	3,382	-
Termination fees	<u>10,000</u>	<u>-</u>
	<u>131,532</u>	<u>109,193</u>

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2018

The average number of staff employed by the company during the financial year amounted to:

	2018	2017
Office	1	1
Wardens, caretakers and cleaners	8	8
	<u>9</u>	<u>9</u>

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

Nil (2017: £55) was paid to trustees in respect of travel expenses.

Nil (2017: £175) was reimbursed by St Albans in the year to cover trustees expenses.

12. INTEREST RECEIVABLE AND SIMILAR INCOME

	2018 £	2017 £
Bank interest receivable	<u>1,409</u>	<u>2,231</u>

13. 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.

14. HOUSING PROPERTY

	£
COST	
At 1 October 2017	2,282,419
Additions	17,767
Housing Association grant	(991,667)
Disposals	-
At 30 September 2018	<u>1,308,519</u>
DEPRECIATION	
At 1 October 2017	406,944
Charge for the year	52,340
At 30 September 2018	<u>459,284</u>
NET BOOK VALUE	
At 30 September 2018	<u>849,235</u>
At 30 September 2017	<u>883,806</u>

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2018

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

	2018 £	2017 £
Freehold land and buildings	<u>849,235</u>	<u>883,806</u>

15. OTHER TANGIBLE FIXED ASSETS

	Computer Equipment £	Improvements to Property £	Fixtures & Fittings £	Total £
COST				
At 1 October 2017	-	-	111,230	111,230
Additions	1,098	37,648	21,287	60,034
Disposals	-	-	-	-
At 30 September 2018	<u>1,098</u>	<u>37,648</u>	<u>132,517</u>	<u>171,264</u>
DEPRECIATION				
At 1 October 2017	-	-	82,909	82,909
Charge for the year	274	1,506	7,441	9,221
Depreciation on disposal	-	-	-	-
At 30 September 2018	<u>274</u>	<u>1,506</u>	<u>90,350</u>	<u>92,130</u>
NET BOOK VALUE				
At 30 September 2018	<u>824</u>	<u>36,142</u>	<u>42,167</u>	<u>79,134</u>
At 30 September 2017	<u>-</u>	<u>-</u>	<u>28,321</u>	<u>28,321</u>

16. DEBTORS

	2018 £	2017 £
Debtors and prepayments	<u>12,869</u>	<u>7,493</u>

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2018

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	66,339	160,868
Other taxation and social security	3,098	1,162
Other creditors	264	233
Accruals and deferred income	18,516	14,803
Pension contributions not yet paid	266	-
	<u>88,483</u>	<u>177,066</u>

18. COMPANY LIMITED BY GUARANTEE

	2018 £	2017 £
The number of members, each of whose liability is limited to £1 at the year end was:	<u>10</u>	<u>10</u>

19. STATEMENT OF FUNDS

	Brought Forward £	Income £	Expenditure £	Transfers In/Out £	Revaluation Reserve £	Carried Forward £
Unrestricted fund	1,592,414	367,988	354,814	-	-	1,605,588

20. CONTROLLING PARTY

The ultimate controlling party is the trustees as detailed on page 1.

21. APB ETHICAL STANDARD – PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature, we use our auditors to prepare and submit returns to the tax authorities to assist with the preparation of the financial statements.

THE ABBEYFIELD BURY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30 SEPTEMBER 2018

22. CAPITAL COMMITMENTS

	2018 £	2017 £
Capital expenditure that has been authorised by the trustees but has not yet been contracted for	<u>100,000</u>	<u>-</u>
Capital expenditure that has been contracted for but not yet provided	<u>5,000</u>	<u>18,612</u>

The commitment authorised but not yet contracted for relates to a small extension at Turks Road which will be a new dining room, and improving the kitchen and finally creating one additional room.

The commitment that has been contracted for but not yet provided is to Faircloughs the builders for the work done in the garden.

23. RELATED PARTY TRANSACTIONS

£3,382 was paid to Mr A Townson, partner of Mr J Perkin (who was a trustee in the year) in respect of temporary general manager costs.

Nothing is owed to Mr Townson at the year end.