

Register

ABBNEYFIELD LOUGHTON SOCIETY LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31ST MARCH 2000

Registered Number : 758621

MORGAN BROWN & SPOFFORTH
Chartered Accountants



ABBNEYFIELD LOUGHTON SOCIETY LIMITED

DIRECTORS: K F Ellis (Chairman)
M Welham (Secretary)
M Farnsworth (Treasurer)
R E Smith
M Bonallack
F James
C McNeil

SECRETARY: M Welham

REGISTERED OFFICE: 121 High Road
LOUGHTON
Essex
IG10 4LT

BANKERS: Barclays Bank plc
Woodford Broadway
33 The Broadway
WOODFORD GREEN
Essex
IG8 OHJ

AUDITORS: Morgan Brown & Spofforth
Crown House
151 High Road
LOUGHTON
Essex
IG10 4LG

ABBNEYFIELD LOUGHTON SOCIETY LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2000

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For the information of the directors

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ABBNEYFIELD LOUGHTON SOCIETY LIMITED

DIRECTORS' REPORT

The directors present their report and the financial statements for the year ended 31st March 2000.

Principal Activity

The principal activity of the Society throughout the year was providing care and accommodation for elderly and lonely persons in accordance with the aims and principles of The Abbeyfield Society Limited. This activity falls wholly within hostel housing activities as defined in the Housing Act 1974.

Status of Society

The Society is registered under the Companies Act 1985 (registered number 758621) and the Housing Act 1974 (Housing Corporation registered number H1052) and is a registered charity (number 227729).

Share Capital

The Society is a company limited by guarantee not having a share capital.

Charitable Donations

Donations to charitable causes amounted to £360 (1999 - £7,339).

Directors

The directors who served at any time during the year were:

R E Smith (resigned 2/7/99)
F F Hainesborough (resigned 2/7/99)
K F Ellis
M Welham
M Farnsworth
M Bonallack
F James
C McNeil

In accordance with the Articles of Association M Bonallack and M Welham retire from the Committee at the annual general meeting and do not offer themselves for re-election.

Statement of Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors 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.

ABBEYFIELD LOUGHTON SOCIETY LIMITED

DIRECTORS' REPORT

Statement of Directors' Responsibilities (Continued)

The directors are responsible for keeping proper accounting records which 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, the Housing Association Act 1996 and the Accounting Requirements for Registered Social Landlords General Determination 1997 as amended. 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.

Auditors

The auditors, Morgan Brown & Spofforth, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

Exemption

The directors' report has been prepared in accordance with the special provisions of Part VII Companies Act 1985 relating to small companies.

Registered Office:

121 High Road
LOUGHTON
Essex
IG10 4LT

Date: 7th July 2000

By Order of the board



M Welham
Secretary

**AUDITORS' REPORT TO THE SHAREHOLDERS OF
ABBEYFIELD LOUGHTON SOCIETY LIMITED**

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and on the basis of the accounting policies set out on page 6.

Respective Responsibilities of Directors and Auditors

As described on pages 1 and 2, the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you.

Basis of Opinion

We conducted our audit in accordance with auditing standards 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 directors 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 mis-statement, 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st March 2000 and of its surplus for the year then ended and have been properly prepared in accordance with those provisions of the Companies Act 1985 applicable to small companies, the Housing Act 1996 and the Accounting Requirements for Registered Social Landlords General Determination 1997 and 1998.

MORGAN BROWN & SPOFFORTH
Chartered Accountants
Registered Auditor

Crown House
151 High Road
LOUGHTON
Essex
IG10 4LG

Date: 24th July 2000

ABBNEYFIELD LOUGHTON SOCIETY LIMITED
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2000

		2000		1999	
	Notes	£	£	£	£
Turnover	3a		61,808		80,689
Operating costs					
Direct property management costs		54,300		47,246	
Administrative costs		<u>7,143</u>		<u>13,016</u>	
			61,443		60,262
Operating surplus (lettings)	3b		365		20,427
Interest receivable and similar income	4		<u>12,237</u>		<u>13,498</u>
Surplus on ordinary activities for the year			12,602		33,925
Income and expenditure balance brought forward			<u>548,468</u>		<u>514,543</u>
Income and expenditure balance carried forward			<u><u>£561,070</u></u>		<u><u>£548,468</u></u>

The Society's sole activity is the provision of housing accommodation.

The company has no recognised surpluses or deficits other than those included in the above, and therefore no separate statement of total recognised surpluses and deficits has been presented. None of the company's activities were acquired or discontinued in the year.

Turnover and operating surpluses all derive from continuing operations. There is no difference between the surplus on ordinary activities before taxation and the retained surplus for the year stated above and their historical cost equivalents.

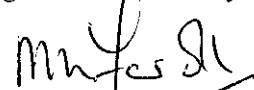
The notes on pages 6 to 9 form part of these financial statements.

ABBNEYFIELD LOUGHTON SOCIETY LIMITED
BALANCE SHEET
AS AT 31ST MARCH 2000

		2000		1999	
	Notes	£	£	£	£
Tangible Fixed Assets					
Housing properties	5		313,017		305,197
Current Assets					
Debtors	6	1,527		1,479	
Investments	7	65,000		-	
Cash at bank and in hand		<u>186,340</u>		<u>248,768</u>	
		252,867		250,247	
Creditors: amounts falling due within one year	8	<u>4,814</u>		<u>6,976</u>	
Net Current Assets			<u>248,053</u>		<u>243,271</u>
Total Assets less Liabilities			<u><u>£561,070</u></u>		<u><u>£548,468</u></u>
Financed By:					
Called up share capital	9		-		-
Income and expenditure					
Accumulated surplus	10		<u>561,070</u>		<u>548,468</u>
			<u><u>£561,070</u></u>		<u><u>£548,468</u></u>

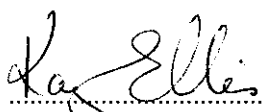
The financial statements have been prepared in accordance with the special provisions of Part VII Companies Act 1985 relating to small companies.

The financial statements on pages 4 to 9 were approved by the board of directors on the date shown below and were signed on its behalf by:



 M Farnsworth - Treasurer

Date: 7th July 2000



 Mrs K Ellis - Chairman

Date: 7th July 2000



 M Welham - Secretary

Date: 7th July 2000

The notes on pages 6 to 9 form part of these financial statements

ABBNEYFIELD LOUGHTON SOCIETY LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31ST MARCH 2000**

1. STATUS OF SOCIETY

The Society is registered under the Companies Act 1985 (registered number 758621) and the Housing Act 1974 (Housing Corporation registered number H1052) and is a registered charity (number 227729).

The Society is also registered under the Housing Act 1974 and is wholly engaged in housing activities as defined in that Act.

2. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

General

The principal accounting policies of the Society are set out in the following sub-paragraphs.

Accounting Basis

These financial statements are prepared under the historical cost convention in accordance with applicable accounting standards and statements of recommended practice, comply with the Housing Act 1996 and with the Accounting Requirements for Registered Social Landlords General Determination 1997 and 1998 and are based, where appropriate and consistent with the foregoing, on the Housing Corporation's recommended form of published financial statements for Housing Associations.

Turnover

Turnover comprises rental and service income receivable and proceeds of property disposals.

Housing Land and Buildings

The cost of property is the purchase price plus costs of developing the property to enable it to be occupied.

Where the directors consider that a property has suffered a permanent diminution in value, the carrying value of the property is written down to estimated open market value for existing use for registered housing associations.

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

Expenditure on any scheme aborted is written-off in the year in which it is recognised that the scheme will not be developed to completion.

Depreciation

No depreciation is provided on freehold land and buildings as required by Statement of Standard Accounting Practice No 12. It is company policy to maintain its freehold property to a high standard, because of this the property maintains a residual disposal value in the aggregate at least equal to the book value and accordingly no provision for depreciation is made.

ABBNEYFIELD LOUGHTON SOCIETY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST MARCH 2000

Future Cyclical Repairs and Maintenance

Provision is made for major repairs or cyclical maintenance only where they represent legally binding commitments or obligations at the balance sheet date.

The Society has no Rent Surplus Fund, because it operates only hostel accommodation and thus there is no contribution to major repairs.

Corporation Tax and VAT

The Society has charitable status and is exempt from corporation tax on the income it has received. The Society is not registered for VAT. Accordingly no VAT is charged to residents, and expenditure in the income and expenditure account includes the relevant VAT.

Investments

Investments held as current assets are stated at market value at the balance sheet date and the difference between cost and market value is taken to the revaluation reserve.

3a. TURNOVER

	2000 £	1999 £
Income from residential charges	60,173	78,391
Donations received	<u>1,635</u>	<u>2,298</u>
	<u>£61,808</u>	<u>£80,689</u>

3b. OPERATING SURPLUS

	2000 £	1999 £
Net residential charges	(1,270)	18,129
Donations	<u>1,635</u>	<u>2,298</u>
	<u>£ 365</u>	<u>£20,427</u>

4. INTEREST RECEIVABLE AND OTHER INCOME

	2000 £	1999 £
Bank and short term deposit interest	<u>£12,237</u>	<u>£13,498</u>

ABBNEYFIELD LOUGHTON SOCIETY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST MARCH 2000
5. FIXED ASSETS

	Land and Buildings Held for Letting £
Freehold Land and Buildings	
Cost/Valuation	
At 1st April 1999	305,197
Addition	<u>7,820</u>
At 31st March 2000	<u>£313,017</u>

The property was revalued for existing use at 31st March 2000 by the directors who did not carry out a formal valuation but estimated market value by comparison with similar properties.

The original cost of the property was £483,109 and was revalued to its current carrying value in the year ended 31st March 1996 as the directors considered a permanent diminution in the property's open market value had occurred.

6. DEBTORS

	2000 £	1999 £
Local authority contributions recoverable	595	595
Other debtors	258	319
Prepayments and accrued income	<u>674</u>	<u>565</u>
	<u>£1,527</u>	<u>£1,479</u>

7. INVESTMENTS

	2000 £	1999 £
Listed investments at cost	<u>£65,000</u>	<u>£ -</u>

8. CREDITORS: Amounts falling due within one year

	2000 £	1999 £
Taxation and Social Security	-	653
Accruals and deferred income	<u>4,814</u>	<u>6,323</u>
	<u>£ 4,814</u>	<u>£ 6,976</u>

9. SHARE CAPITAL AND CONTROLLING PARTY

The Society is a company limited by guarantee not having a share capital.

There is considered to be no controlling party.

ABBNEYFIELD LOUGHTON SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31ST MARCH 2000

10. RECONCILIATION OF MOVEMENT ON RESERVES

	Revenue Reserve £
At 1st April 1999	548,468
Surplus for the year	<u>12,062</u>
At 31st March 2000	<u>£561,070</u>

11. AUDITORS REMUNERATION

	2000 £	1999 £
Remuneration charged	<u>£1,550</u>	<u>£1,480</u>

12. EMPLOYEES

	2000 £	1999 £
Salaries and wages	21,857	16,939
Social security costs	<u>3,905</u>	<u>4,725</u>
	<u>£25,762</u>	<u>£21,664</u>

Average weekly number of employees during the year:	2000 No	1999 No
Hostel staff	<u>4</u>	<u>4</u>

13. PAYMENT TO MEMBERS, COMMITTEE MEMBERS, OFFICERS ETC

No fees or remuneration are paid or payable to members or officers of the Society other than expenses reimbursed of:-

M Farnsworth	£68
R E Smith	£27
F F Hainesborough	£12
C McNeil	£25
M Welham	£123

14. HOUSING STOCK

	Units in Management 2000	1999
Housing accommodation - number of bed spaces:		
Sheltered housing - self-contained	<u>10</u>	<u>10</u>

ABBNEYFIELD LOUGHTON SOCIETY LIMITED
DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2000

	2000		1999	
	£	£	£	£
Income				
Net income from residential charges		60,173		78,391
Donations		1,635		2,298
Deposit interest		12,237		13,498
Total Income		<u>£ 74,045</u>		<u>£ 94,187</u>
Expenditure				
Affiliation fee: The Abbeyfield Society	2,646		2,595	
Auditors' remuneration	2,235		1,729	
Printing, postage and stationery	619		103	
Donation	360		7,339	
General expenses	1,093		894	
Bank charges	<u>190</u>		<u>356</u>	
		7,143		13,016
Repairs and maintenance		12,279		4,183
Employee costs	25,762		21,664	
Food and other household costs	<u>10,294</u>		<u>11,729</u>	
		36,056		33,393
Garden maintenance	1,164		1,149	
Rates	1,371		913	
Heating and lighting	1,884		5,922	
Telephone	295		270	
Television licence and rental	136		255	
Insurance	<u>1,115</u>		<u>1,161</u>	
		5,965		9,670
Total Expenditure		<u>£ 61,443</u>		<u>£ 60,262</u>
Surplus for the year		12,602		33,925
Surplus at beginning of year		<u>548,468</u>		<u>514,543</u>
Surplus at end of year		<u>£561,070</u>		<u>£548,468</u>