

Mount Housing Association Limited
(a company limited by guarantee)

Report and Financial Statements

Year Ended

31 March 2021

Company Number 2679119

Mount Housing Association Limited **(a company limited by guarantee)**

Annual report and financial statements
for the year ended 31 March 2021

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Directors

D Sehdeva
J Haslam
B McGill
A Tomera-Phypers
S Mutsigwa

Registered office

Maryvale Court, Glebe Street, Walsall, WS1 3LP

Company number

2679119

Registered Charity number

1038942

Bankers

Lloyds Bank Plc, The Bridge, Walsall, West Midlands WS1 1LU

Auditors

David Wells, Chartered Accountant, 33 Purnells Way, Knowle, Solihull, West Midlands, B93 9JN

Mount Housing Association Limited **(a company limited by guarantee)**

Directors' report **for the year ended 31 March 2021**

The directors present their report together with the audited financial statements for the year ended 31 March 2021.

Structure, governance and management

The company is incorporated under the Companies Act and is also a charity registered with the Charity Commission. It is governed by its memorandum and articles of association and in accordance with which the directors manage the company.

Objectives, activities and achievements

The company's principal activity and objectives are to provide housing and associated amenities for persons in needy circumstances. It achieves this by providing management and support services at Maryvale Court, Walsall at which property there are 51 self-contained one and two-person flats, where people over 50 years of age can enjoy independence whilst benefitting from support and community companionship. The flats are allocated on the basis of need and non-discrimination and having account of providing public benefit.

Public benefit

Due regard has been given to the guidance published by the Charity Commission on public benefit.

Financial review

The statement of financial activities (including income and expenditure account) is set out on page 7 and shows the net incoming resources for the year.

Risk management

The Directors review the risks to which the Company is exposed on an annual basis. The Directors have not identified any significant risks for the period under review, other than the ongoing requirement to provide sufficient levels of care, support and management.

Reserves policy

The directors have examined the company's requirements for reserves in the light of the main risks to the organisation. They have established that sufficient reserves should be held to safeguard the ongoing activities of the company in connection with the management and support services at Maryvale Court.

Plans for future periods

The directors have agreed with Accord Housing Association Limited that the management agreement dated 1 April 2012 in connection with Maryvale Court shall be terminated on 6 January 2022. The directors will then consider how best to use the funds remaining at that date.

Directors

The directors of the company during the year were:

D Sehdeva
J Haslam
B McGill
A Tomera-Phypers
S Mutsigwa
P V Moore (resigned 23 July 2021)

Mount Housing Association Limited (a company limited by guarantee)

Directors' report (*Continued*)
for the year ended 31 March 2021

Induction and training of directors

Prospective directors attend a board meeting as guest and are advised of the objectives and activities of the company before deciding on whether to become a director. Any further training is provided as necessary.

Directors' responsibilities statement

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 charitable company and of the incoming resources and application of resources, including income and expenditure, of the charitable company for the year. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS102);
- 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 charitable company will continue in operation.

The directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. 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 directors of the company, who held office at the date of approval of these financial statements, are aware:

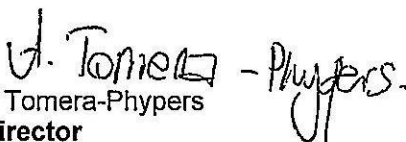
- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditors

David Wells, Chartered Accountant, has expressed willingness to continue in office and a resolution to re-appoint that firm will be proposed at the annual general meeting.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

By order of the Board


A Tomera-Phypers
Director

7 December 2021

Mount Housing Association Limited (a company limited by guarantee)

Report of the independent auditors

To the members of Mount Housing Association Limited (a company limited by guarantee)

Opinion

We have audited the financial statements of Mount Housing Association Limited for the year ended 31 March 2021 set out on pages 7 to 12. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS102 "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 31 March 2021, 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

In auditing the financial statements, we have concluded that the board's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the board with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the directors' annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. 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.

Mount Housing Association Limited

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Report of the independent auditors (Continued)

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the directors' 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
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 3 the directors of the charitable company 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 directors 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 directors 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 directors either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Mount Housing Association Limited **(a company limited by guarantee)**

Report of the independent auditors (Continued)

Auditor's responsibilities for the audit of the financial statements

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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:


- review the risks associated with accurately maintaining the accounting records
- check that the financial statements agree with the accounting records
- ensure, so far as is reasonably possible, the completeness of the charitable company's income
- review financial disclosures and test to supporting documentation
- obtain third party confirmations of material balances

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable 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 charitable 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 charitable company and its members as a body, for our audit work, for this report, or for the opinions we have formed.



DAVID WELLS
Senior statutory auditor
For and on behalf of
David Wells, Chartered Accountant
Statutory Auditor

33 Purnells Way
Knowle
Solihull
West Midlands
B93 9JN

7 December 2021

Mount Housing Association Limited
(a company limited by guarantee)

Statement of financial activities
(including income and expenditure account)
for the year ended 31 March 2021

	Note	Unrestricted funds 2021 £	2020 £
Incoming resources			
Incoming resources from charitable activities			
Provision of management services		54,308	54,308
Other operating income		-	-
Incoming resources from generated funds			
Investment income	3	1,838	2,367
Total incoming resources		<u>56,146</u>	<u>56,675</u>
Resources expended			
Costs of charitable activities	4	45,375	49,879
Governance costs	5	3,100	3,332
Total resources expended	6	<u>48,475</u>	<u>53,211</u>
Net incoming resources before and after taxation for the financial year	9	7,671	3,464
Retained surplus brought forward		<u>158,043</u>	<u>154,579</u>
Retained surplus carried forward		<u><u>165,714</u></u>	<u><u>158,043</u></u>

All amounts relate to continuing activities, but it is planned that the management agreement in connection with Maryvale Court shall be terminated on 6 January 2022.

All recognised gains and losses in the current and prior year are included in the income and expenditure account. There are no movements in members' funds in the current or prior year apart from the surplus for the year.

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Balance sheet
at 31 March 2021

<i>Company number 2679119</i>	Note	2021 £	2021 £	2020 £	2020 £
Fixed assets					
Tangible assets	10		5,553		6,634
Current assets					
Debtors	11	1,230		242	
Cash at bank and in hand		233,876		224,185	
		<u>235,106</u>		<u>224,427</u>	
Creditors: amounts falling due within one year	12	(7,021)		(5,094)	
Net current assets			228,085		219,333
Total assets less current liabilities			<u>233,638</u>		<u>225,967</u>
Capital and reserves					
Unrestricted funds					
Capital reserve			67,924		67,924
Income and expenditure account			165,714		158,043
Members' funds	13		<u>233,638</u>		<u>225,967</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors and authorised for issue on 7 December 2021.

A Tomera- Phypers
Director

Aleksandra Tomera - Phypers

The notes on pages 9 to 12 form part of these financial statements.

Mount Housing Association Limited **(a company limited by guarantee)**

**Notes forming part of the audited financial statements
for the year ended 31 March 2021**

1 Accounting policies

General information and basis of preparation

Mount Housing Association Limited is a Charitable Company Limited by Guarantee incorporated in the United Kingdom under the Companies Act. In the event of the charity being wound up the liability in respect of the guarantee is limited to £1 per member of the Company. The address of the registered office is given in the company information on page 1 of these financial statements. The nature of the company's operations and principal activities are the provision of housing and associated amenities for persons in needy circumstances.

The company constitutes a public benefit entity as defined by FRS102. The financial statements have been prepared in accordance with The 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 (FRS102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) 1A, and the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling (£), which is the functional currency of the company.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented.

Income recognition

Incoming resources represent investment income, other operating income and amounts derived from the provision of management services which fall within the company's ordinary activities. All amounts are gross of expenditure and included on the accruals basis.

Expenditure recognition

Resources expended include all expenditure incurred in pursuance of the company's objectives. Expenses are accounted for on an accruals basis. The Company is not registered for VAT and so expenditure includes irrecoverable VAT where applicable.

Cost apportionment

Costs are allocated directly to charity activities (care, support and accommodation) or governance costs based on the nature of the expenditure.

Governance costs

Governance costs comprise all costs involving the public accountability of the Company and its compliance with regulation and good practice. These costs include costs related to audit and certain administrative expenses.

Mount Housing Association Limited

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Notes forming part of the audited financial statements
for the year ended 31 March 2021 *(Continued)*

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated to write off the value of tangible fixed assets over their estimated useful lives. The annual depreciation rates are as follows:

Fixtures and Equipment	-	25% reducing balance
Motor vehicles	-	25% reducing balance

Debtors and creditors

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Taxation status

As a registered charity, the Company is not liable to corporation tax on its normal activities.

2 Incoming resources

Incoming resources arise solely in the United Kingdom.

3 Investment income

	2021 £	2020 £
Bank deposits interest	1,838	2,367
	<u>1,838</u>	<u>2,367</u>

4 Charitable activities

	2021 £	2020 £
Care and support	20,837	23,047
Accommodation	24,538	26,832
	<u>45,375</u>	<u>49,879</u>

5 Governance costs

	2021 £	2020 £
Auditors remuneration	1,850	1,850
Other professional costs	400	533
Telephone and postage	837	936
Filing fee	13	13
	<u>3,100</u>	<u>3,332</u>

Mount Housing Association Limited

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Notes forming part of the audited financial statements
for the year ended 31 March 2021 (*Continued*)

6 Total resources expended

	Staff costs £	Depreciation £	Other Costs £	Total 2021 £	Total 2020 £
Charitable expenditure	18,900	1,851	24,624	45,375	49,879
Governance costs	-	-	3,100	3,100	3,332
	<u>18,900</u>	<u>1,851</u>	<u>27,724</u>	<u>48,475</u>	<u>53,211</u>
2020	<u>17,475</u>	<u>2,212</u>	<u>33,524</u>	<u>53,211</u>	

7 Staff costs

Staff costs consist of £18,900 (2020 - £17,475) payable to the Daughters of Divine Love.

8 Directors' remuneration and expenses

No director received any emoluments during the current year (2020 - £Nil). Certain directors were properly reimbursed for expenditure incurred directly on behalf of the company.

9 Net incoming resources

	2021 £	2020 £
These are stated after charging:		
Depreciation of tangible fixed assets	1,851	2,212
Auditors' remuneration	1,850	1,850
	<u> </u>	<u> </u>

10 Tangible fixed assets

	Fixtures and Equipment £
<i>Cost</i>	
At 1 April 2020	49,166
Additions	770
	<u> </u>
At 31 March 2021	49,936
<i>Depreciation</i>	
At 1 April 2020	42,532
Provided for the year	1,851
	<u> </u>
At 31 March 2021	44,383
<i>Net book value</i>	
At 31 March 2021	5,553
	<u> </u>
At 31 March 2020	6,634
	<u> </u>

Mount Housing Association Limited (a company limited by guarantee)

Notes forming part of the audited financial statements
for the year ended 31 March 2021 (*Continued*)

11 Debtors

	2021 £	2020 £
Other debtors	1,230	242
	<u> </u>	<u> </u>
All amounts shown under debtors fall due for payment within one year.		

12 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	7,021	5,094
	<u> </u>	<u> </u>

13 Members Funds

	2021 £	2020 £
Capital reserve	67,924	67,924
	<u> </u>	<u> </u>
Income and expenditure account	85,875	80,042
Operating surpluses	79,839	78,001
Accumulated investment income	<u> </u>	<u> </u>
	165,714	158,043
	<u> </u>	<u> </u>
	233,638	225,967
	<u> </u>	<u> </u>

The capital reserve of £67,924 represents the net assets of an unincorporated organisation called The Mount Housing Association which were transferred to the company on 1 April 1992.

14 Management Agreement and plans for future periods

The company manages a residential property, Maryvale Court, on behalf of Accord Housing Association Limited No 27052R.

During the year the property was managed in accordance with a management agreement signed on 1 April 2012.

The directors have agreed with Accord Housing Association Limited that the management agreement shall be terminated on 6 January 2022. The directors will then consider how best to use the funds remaining at that date.