

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

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ABBNEYFIELD SILVERDALE SOCIETY
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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND DIRECTORS
AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2024**

Trustees and Directors	Canon P K Warren, President Dr A Wells Mr J W Robson Mrs S Caddy Mr M Casson Mr A G Davies Dr J Greenwell Mrs J Jones (resigned 28 September 2023) Dr N Martin (resigned 30 June 2024) Mr G Walker, Chair Dr A R Gaw (appointed 18 March 2024)
Company registered number	10845391
Charity registered number	1174376
Registered office	Cove House Cove Road Silverdale Carnforth Lancashire LA5 0SG
Company Secretary	Catherine Humphreys ACMA
Chief Executive Officer	Catherine Humphreys ACMA
Independent auditors	Armstrong Watson Audit Limited Chartered Accountants and Statutory Auditors James Watson House Montgomery Way Rosehill Carlisle Cumbria CA1 2UU
Solicitors	Progression Solicitors 11 Queen Street Ulverston Lancashire LA12 7AF

ABBNEYFIELD SILVERDALE SOCIETY
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CHAIRMAN'S STATEMENT
FOR THE YEAR ENDED 31 MARCH 2024

The Chairman presents his statement for the year.

The financial year 2023/24 was a highly significant and busy year for Abbeyfield Silverdale Society. Although there were many external developments, as ever, our principal focus remains on our core offer as a high-quality provider of care for our residents. All our decisions and discussions as Trustees focus on this. Given the many challenges and pressures for care settings in the UK, the positive financial outcome, reported on below in the Trustees' report, whilst operating for much of the year in a high inflation environment reflects well on the Society and its management. Throughout the year we were extremely fortunate to enjoy a high level of stability at all levels of staffing which transfers to the running of the home, allowing staff and residents to build up particularly good relationships. Low turnover of staff also ensures an effective training programme, and it was noticeable during the year that many staff, including Team Leaders, completed multiple health and care related training and qualifications. Trustees pass on their thanks to all staff for their huge commitment and efforts. Family and resident feedback remains positive.

Within Abbeyfield England, there has been a recent trend of closer working relationships between societies, including mergers. As the recruitment of Trustees becomes more difficult with the attendant increasing regulatory pressures, this trend is likely to continue. In last year's report I discussed our planned merger with the Barrow in Furness Society (Millennium House). We are frustrated that this has not been completed yet, due to delays with the Regulator of Social Housing but all other work has been completed and we expect confirmation of Registered Provider status very soon. Full merger is anticipated in this year (2024) and our model of joint trustee working has continued.

We have also been approached by the Trustees of the Lytham St Anne's Society and the Leigh Society to consider a full merger with the Silverdale Society. Both societies operate supported housing similar to Millennium House and our Trustees are very supportive of the proposals. The Lytham and Leigh societies are excellent houses with a tradition of knowledgeable and committed trustees working within the ethos of Abbeyfield. We have already built close working relationships with trustees and staff at the societies and the process of due diligence has started.

This is an exciting, but challenging, time for our Society. Our bed numbers will increase significantly, we will be operating in a different sector and over a wider geographical region. This will necessitate major changes for us and we will need to look at our strategic, operating and governance arrangements moving forward. We are fortunate to have highly skilled senior staff who are able to facilitate this process.

The Silverdale Society continues to play a major role within the Abbeyfield organisation. I sit on the Abbeyfield England Board chairing the Operations Group and on the Abbeyfield World Council. Our Chief Executive Officer is a member of the Strategy Group and a major contributor to the North Hub of societies and works closely with other Abbeyfield member societies.

I wish to place on record the close support I have had from all the Silverdale Society Trustees, our Chief Executive Officer and Registered Care Manager in what has been a very busy and transitional year. As is often the case some very long serving trustees have resigned from the Board of Trustees but we are fortunate in being able to appoint new board members with appropriate skills. Many thanks for your time, collegiality and advice.

.....
Geoff Walker
Chair of the Board of Trustees

Date:

ABBNEYFIELD SILVERDALE SOCIETY
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TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2024

The Trustees of Abbeyfield Silverdale Society ("the Society") are pleased to present their annual Trustees' report and financial statements for the year ending 31 March 2024. The financial statements are prepared in accordance with the current Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102 effective 1 January 2019). In addition, the financial statements are prepared to meet the requirements for a Directors' report and accounts for Companies Act purposes.

Since the company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

The principal purpose of the Society is:

The relief and care of elderly persons suffering from the disabilities of old age or otherwise being in need, including by the provision and management of housing and/or residential care homes and/or hostels.

In the furtherance of these objects, but not otherwise, the Society may:

- (a) provide and maintain or assist in providing and maintaining housing and/or residential care homes and/or hostels for such elderly persons; and
- (b) provide or assist in providing care, support, amenities or services for the benefit of such elderly persons.

The Society operates a residential care home for 23 elderly people and a retirement living complex, Cove Orchard, on its site in Silverdale, north Lancashire. This forms the basis of the Society's primary activities, which are to provide care and support to older people. Abbeyfield Silverdale Society (the Society) is a member of the Abbeyfield movement, whose purposes have been regarded as being for the public benefit for over 60 years. By providing accommodation and services the Society meets the needs of older people for accommodation and other services suited to their needs. These services are open to all older people in need regardless of their mental or physical frailty. These include, but are not limited to, people suffering from dementia, Parkinson's as well as those being supported at the end of their life.

Through the provision of its services, the Society aims also to combat the loneliness and social isolation that is often associated with old age and improve the physical, mental and social wellbeing of residents through the provision of appropriate and inclusive activities, often carried out by volunteers.

The Society serves the local community but does not apply any form of restriction, geographical or otherwise to members of the public who would seek to make use of its services. The Society's residential care operations are regulated by the Care Quality Commission, which has rated its services as 'Good' for several years.

The services offered by the Trustees of the Society are deemed to be beneficial by their nature and are available to a large section of the public. In common with many charitable care homes, the Society charges for its services in order to provide sustainable, high-quality care for older people. The charges are in a broad range and considered affordable in the market. Beneficiaries need to be able to afford their accommodation and service costs either from their own means or from funders such as local authorities. The number of local authority funded residents varies from time to time and no limit is placed on the number accepted by the Society. Different styles of accommodation are offered at different rates in order to promote maximum inclusivity and access to the Society's services. In addition, some services provided by the Society are subsidised to ensure that they are widely affordable, for example when meals are provided to the residents of Cove Orchard this is done so at cost price and assistance equipment supplied free of charge.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2024

Objectives and activities (continued)

b. Main activities undertaken to further the company's purposes for the public benefit

The Trustees have considered the guidance issued by the Charity Commission in respect of public benefit and confirm through their activities and objectives that they adhere to this guidance.

The views and opinions of our residents and their families are regularly sought about the activities that the Society undertakes. A record of these consultations is available for inspection.

Achievements and performance

a. Review of activities

The 2023-2024 financial year marked a period of significant focus on the Society's strategy, with a number of milestones reached. The Trustees remain focussed on the financial stability of Abbeyfield Silverdale Society and hence, its future viability.

The provision of the highest quality service to the Society's residents and stakeholders remains central to the objectives of the Trustees, alongside the growth and diversification of services. The Trustees and staff are ambitious to achieve an outstanding rating from CQC and remain focussed on continued improvement in standards of care. To that end, the annual telephone survey of residents' family and friends carried out by a volunteer has once again provided positive feedback and a high level of satisfaction. Feedback from residents is received through their regular meetings and covers a wide range of subjects from menu planning to activities; satisfaction levels remain high.

During the year, the Trustee Board adopted the Good Governance code and reviewed the skill set of the trustees to ensure that there is relevant experience to support the Society's future plans. The trustees have reviewed and updated the strategic plan for the next five years to 2028, with a focus on diversification to mitigate the risks around the primary income source being from one service provision.

A key aspect of the Society's strategy is registration with the Regulator for Social Housing to become a registered provider. The Society's application moved to the detailed stage in December 2023, however, the Society is still awaiting determination on the outcome of this application. The completion of the transfer of Abbeyfield Barrow in Furness to the Silverdale Society will be completed once the Registered Provider status is confirmed.

Also in December 2023, the Society submitted a planning application to Lancaster City Council for a new development at its site in Silverdale near Lancaster. The new development will be integrated uniquely into the existing building (Cove house) and will be based on providing 10 new supported living units for older people. The intention is that the units will be only available for rent under social housing regulations, subject to the Society being confirmed as a registered social housing provider.

The Society's staff continue to support residents of Cove Orchard independent living as and when requested but is limited to pastoral, non-regulated support only, such as the provision of meals and equipment. The Society is proud to be one of the few organisations in this region to have developed housing specially designed for older people to enable them to successfully live independently into older age; many of the Cove Orchard residents are now in their nineties.

Support for staff and staff wellbeing is an integral part of the ethos and culture of Abbeyfield Silverdale Society. All staff are encouraged and supported to increase the depth and breadth of their skills whether vocational or non-vocational, including in life coaching and resilience. The trustees remain committed to The Living Wage Foundation principles in their approach to pay awards for staff.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2024

Achievements and performance (continued)

b. Fundraising

The Charities Act 2011 requires charities to make a statement regarding fundraising activities. Where fundraising is carried out the amounts raised are presented in the accounts as voluntary income and include legacies and grants.

c. Investment policy and performance

The Society does not currently hold an investment portfolio in stocks, shares or other investment vehicles. Its liquid reserves are held in FSCS fully protected deposit accounts and managed by a cash management company to maximise interest.

Financial review

a. Reserves policy

The Society's reserves are made up of both cash reserves and physical assets and the Trustees have structured the reserves into designated funds in order to meet the needs of both its strategic plans and its operational activities. The main physical asset of the Society is Cove House for which the Maintenance Fund is designated to cover ongoing repairs and renovations to the house to ensure it meets the needs of the residents. The remaining funds are structured to support the Society's strategic objectives and its obligations under the Cove Orchard lease.

The Society's free reserves are made up of the nominal balance sheet value of its main physical assets, including Cove House plus the value of three months operating costs. The operating costs are based on the cost per day of providing residential care services.

b. Financial review

The Society had a successful financial year for 2023-24 resulting in a surplus of £65,999. The total annual occupancy level for residential care was 93%, with an average of 95% during the financial year.

The primary source of income for the Society is from its residential care service and Trustees are always mindful of the cost of residential care and the impact of fee increases. The Trustees remain committed to ensuring fees reflect value for money as well as to discipline in cost management.

Expenditure on charitable activities increased by 7.2%, which was slightly above average inflation for the financial year. Although food and utility costs remained stable compared to the previous year, insurance costs increased by 21.5% in line with market trends and staff costs increased by more than inflation. The Society is an accredited Living Wage Foundation employer and implements the recommended increase in hourly rates of pay across all job functions; the Trustees are absolutely committed to recognising the value of staff through its commitment to the Living Wage Foundation rate. However, staff costs remain the single largest area of expenditure and represents 62% of the total income of the Society.

Income from residential care fees increased during the year, largely due to improved occupancy levels as the Society continued to recover from the impact of the Covid-19 pandemic. In addition, the Society has seen a significant improvement in receipts from interest on cash deposits as interest rates remained high during the financial year.

Capital investment in the Society's buildings, in particular Cove House continued during the financial year. The cost of the new fire alarm system was recognised in this financial year together with further fire mitigation improvement measures at a cost of £80K. Residential care rooms are regularly updated for decoration and carpeting but more significant renovation work is only carried out following a full evaluation. Capital improvements were carried out across the Society's site and to a number of residential care rooms at a total cost

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2024

of £146.8K for the year and a further £47.6K was spent on fees relating to the Society's planning application for additional supported living accommodation. Return on capital employed was 61% and return on assets was 30%.

On March 31st 2024 the Society had net assets of £2.17 million comprising tangible fixed assets and assets under construction of £966.8K and current assets of £1.303 million. During the year there was a net reduction in cash primarily due to the capital investment in tangible assets.

The Society's financial resources consist mainly of cash reserves on deposit which are sufficient to meet its day to day requirements. The statement of cash flows on page 13 of the financial statements details the movement in cash during the financial year. Cascade Cash Management continue to manage the Society's cash reserves, which are fully protected under the Financial Services Compensation Scheme. The trustees remain of the view that the financial protection of the Society's reserves is its highest priority and as such may forego higher interest rate opportunities in order to maintain full FSCS protection. The Society's development plans will require use of its liquid reserves within three to five years, which is the basis of the Society's current policy on reserves.

The Society's reserves are made up of both cash reserves and physical assets and the trustees have structured the reserves into designated funds in order to meet the needs of both its strategic plans and its operational activities. The main physical asset of the Society is Cove House for which the Maintenance Fund is designated to cover ongoing repairs and renovations to the house to ensure it meets the needs of the residents. The remaining funds are structured to support the Society's strategic objectives and its obligations under the Cove Orchard lease.

c. Going concern

The purpose of the Society's reserves is to provide sufficient protection for the Society against changing financial circumstances and to support future business development initiatives to enable the Society to continue to fulfil its principal purpose. The level of general reserves as reflected in Note 17 to the financial statements is represented by tangible assets and net current assets and is considered sufficient for the Society to meet its short to medium term expenditure obligations. The Society's cash reserves significantly outweigh its short term and long term liabilities.

The Trustees have a reasonable expectation that the Society has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Structure, governance and management

a. Constitution

The company is registered as a members' limited liability company number 10845391 and was set up by Memorandum of Association on 30 June 2017.

The Society is also registered with and regulated by the Charity Commission for England and Wales, registration number 1174376.

b. Methods of appointment or election of Trustees

The management of the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association. The composition of the Board, the method of appointment of Trustees and the retirement or removal of Trustees is covered in detail in clauses 19 and 20 of the Articles of Association of the Society.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2024

Structure, governance and management (continued)

c. Organisational structure and decision making policies

All operational decision making is delegated by the Board of Trustees to the Chief Executive Officer as head of staff. Financial delegation is documented in the Society's Financial Standing Orders.

The Board of Trustees currently meets ten times per annum and receives detailed financial and operational reports from the Chief Executive Officer and the Registered Care Manager, which enables the Trustees to discharge their statutory and governance duties.

d. Policies adopted for the induction and training of Trustees

All Trustees receive documents published by the Charity Commission relating to the role of a trustee. New trustees are encouraged to inform themselves about the role and responsibility of a trustee through the extensive information available online and in printed format from The Charity Commission and other well established not for profit representative organisations. New trustees spend time with the Chief Executive Officer and the Registered Care Manager in order to get a detailed understanding of the financial position and other operational issues affecting the Society.

e. Pay policy for key management personnel

The Remuneration committee, a sub-committee of the Board of Trustees, meets on an annual basis to consider the salaries of the Chief Executive Officer and the Registered Care Manager. The Remuneration committee makes a recommendation to the Board of Trustees for approval. The Remuneration committee is chaired by a Trustee other than the Chair of the Society.

f. Risk management

The Chief Executive Officer presents the Society's corporate risk register to the Trustees for consideration and review from time to time. The corporate risk register evaluates the major risks to which the Society is exposed, in particular those relating to finance, governance and operations and the Trustees are satisfied that there are systems and procedures in place to mitigate the Society's exposure to the most significant risks.

Trustees are indemnified by a trustee indemnity insurance policy provided by The Abbeyfield Society as part of the membership agreement. Additional professional indemnity insurance is in place to provide extended cover to trustees and senior staff.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2024

Plans for future periods

The Trustees reviewed the Society's strategy in October 2023 and considered the strategic direction for the Society for the period up to 2028. The Trustees confirmed the principles underpinning the strategy as:

- The provision of the highest quality standard of care to all its users
- Financial sustainability
- Diversification of offering to include supported housing for older people

The Society's Trustees recognise the importance of diversifying the Society's income in order to mitigate potential future financial risks and to prevent the Society becoming over reliant on income from residential care services. The strategic aim is to move the balance of income from 95% residential care to an income stream split between housing and residential care services of approximately 50:50.

The application to become a Registered Provider of social housing and the merger of other Abbeyfield member societies' operations into Abbeyfield Silverdale Society are a key part of achieving the strategic objectives.

The planning application for the development of supported housing at the Silverdale site is scheduled to be considered by Lancaster City Council planning committee in September 2024 and, if successful, will be a significant step forward towards achieving the Society's strategic objectives.

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the company for the purposes of company law) are responsible for preparing the Trustees' 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 Trustees to prepare financial statements for each financial . Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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.

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2024

Auditors

The auditors, Armstrong Watson Audit Limited, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:

.....
Mrs C M Humphreys ACMA
Secretary
Date:

ABBEYFIELD SILVERDALE SOCIETY
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INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF ABBEYFIELD SILVERDALE SOCIETY

Opinion

We have audited the financial statements of Abbeyfield Silverdale Society (the 'charitable company') for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, 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 31 March 2024 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 Charities Act 2011.

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 Auditors' 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 United Kingdom, including the Financial Reporting Council'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 Trustees' 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 Trustees with respect to going concern are described in the relevant sections of this report.

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INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF ABBNEYFIELD SILVERDALE SOCIETY
(CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees 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. 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.

Matters on which we are required to report by exception

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

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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, 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.

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INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF ABBEYFIELD SILVERDALE SOCIETY
(CONTINUED)

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 Auditors' 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with Trustees and other management, and from our commercial knowledge and experience of the residential care home sector;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

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INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF ABBEYFIELD SILVERDALE SOCIETY
(CONTINUED)

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators including the Care Quality Commission, and the company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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 Auditors' Report.

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 Auditors' 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 Trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Armstrong Watson Audit Limited

Chartered Accountants and Statutory Auditors
Carlisle

Date:

Armstrong Watson Audit Limited are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

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**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2024**

	Note	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Income from:				
Donations and legacies	4	55	55	52,126
Charitable activities	5	1,187,922	1,187,922	1,062,797
Investments	6	30,148	30,148	12,449
Total income		1,218,125	1,218,125	1,127,372
Expenditure on:				
Charitable activities	7	1,152,126	1,152,126	1,074,518
Total expenditure		1,152,126	1,152,126	1,074,518
Net movement in funds		65,999	65,999	52,854
Reconciliation of funds:				
Total funds brought forward		2,104,509	2,104,509	2,051,655
Net movement in funds		65,999	65,999	52,854
Total funds carried forward		2,170,508	2,170,508	2,104,509

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

The notes on pages 18 to 37 form part of these financial statements.

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)
REGISTERED NUMBER: 10845391

BALANCE SHEET
AS AT 31 MARCH 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	12	892,466	812,258
Property under construction	13	68,961	26,667
		961,427	838,925
Current assets			
Debtors	14	74,564	40,103
Cash at bank and in hand		1,234,292	1,347,076
		1,308,856	1,387,179
Creditors: amounts falling due within one year	15	(99,775)	(121,595)
Net current assets		1,209,081	1,265,584
Total assets less current liabilities		2,170,508	2,104,509
Total net assets		2,170,508	2,104,509

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)
REGISTERED NUMBER: 10845391

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2024

	Note	2024 £	2023 £
Charity funds			
Restricted funds	16	-	-
Unrestricted funds	16	2,170,508	2,104,509
Total funds		2,170,508	2,104,509

The entity was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the entity to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

However, an audit is required in accordance with section 144 of the Charities Act 2011.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

.....
Geoff Walker
Chair of the Board of Trustees

Date:

The notes on pages 18 to 37 form part of these financial statements.

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2024

	2024 £	2023 £
Cash flows from operating activities		
Net cash used in operating activities	46,218	153,038
Cash flows from investing activities		
Dividends, interests and rents from investments	30,148	12,449
Purchase of tangible fixed assets	(146,856)	(45,391)
Purchase of property under construction additions	(42,294)	(16,744)
Net cash used in investing activities	(159,002)	(49,686)
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	(112,784)	103,352
Cash and cash equivalents at the beginning of the year	1,347,076	1,243,724
Cash and cash equivalents at the end of the year	1,234,292	1,347,076

The notes on pages 18 to 37 form part of these financial statements

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

1. General information

Abbeyfield Silverdale Society is a charitable company without share capital, incorporated in England and Wales. The registered office is Cove House, Cove Road, Silverdale, Carnforth, Lancashire, LA5 0SG and the company number is 10845391.

The Charity's principal business activity is the provision of residential care to the elderly.

The presentational and functional currency of the financial statements is Pound Sterling.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 2019) and the Companies Act 2006.

Abbeyfield Silverdale Society 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.

2.2 Company status

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

2.3 Going concern

The Trustees have indicated that they believe that the charity is a going concern. When making this assessment, the Trustees have considered the financial requirements of the charity for a period beyond 12 months from the date of signing the financial statements. Net assets at the balance sheet date were £2,171k and cash reserves were £1,234k.

The Trustees believe the level of liquid reserves held by the charity are sufficient to allow the charity to meet its liabilities as they fall due and so consider the charity a going concern.

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

2. Accounting policies (continued)

2.4 Income

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the company, can be reliably measured.

Donated services or facilities are recognised when the company has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the company of the item is probable and that economic benefit can be measured reliably.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the company.

Charitable activities and Governance costs are costs incurred on the company's operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

All expenditure is inclusive of irrecoverable VAT.

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

2. Accounting policies (continued)

2.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the company; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.7 Taxation

The company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

2.8 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives,

Depreciation is provided on the following bases:

Freehold property	- 1-11% straight line
Care equipment	- 10-33% straight line
Fixtures and fittings	- 10-33% straight line
Office equipment	- 10-33% straight line

Where there is a refurbishment of communal areas or residents rooms which have been capitalised as freehold property additions, depreciation is charged at more appropriate rates and over shorter time periods to reflect the periodic nature of enhancement and replacement of assets to suit the living needs of the residents.

2.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.10 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

2. Accounting policies (continued)

2.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.12 Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.13 Operating leases

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

2.14 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2.15 Fund accounting

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

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

3. Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Critical areas of judgement:

a) Establishing useful economic lives

Establishing useful economic lives for depreciation purposes of property, plant and equipment comprise a significant portion of the total fixed assets. The annual depreciation charge depends primarily on the estimated useful economic lives of each type of asset and estimates of residual values. The directors regularly review these assets useful economic lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in asset useful lives can have a significant impact on depreciation charges for the period. Details of the depreciation policies based on estimated useful economic lives are included in accounting policies note 2.8.

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

4. Income from donations and legacies

	Unrestricted funds 2024 £	Total funds 2024 £
Donations	55	55
	<u>55</u>	<u>55</u>
	Unrestricted funds 2023 £	Total funds 2023 £
Donations	50,380	50,380
Grants	1,746	1,746
	<u>52,126</u>	<u>52,126</u>
Total 2023	52,126	52,126
	<u>52,126</u>	<u>52,126</u>

5. Income from charitable activities

	Unrestricted funds 2024 £	Total funds 2024 £
Provision of residential care at Cove House	1,138,507	1,138,507
Independent living at Cove Orchard	27,373	27,373
Other income from Abbeyfield Societies	22,042	22,042
	<u>1,187,922</u>	<u>1,187,922</u>
Total 2024	1,187,922	1,187,922
	<u>1,187,922</u>	<u>1,187,922</u>
	Unrestricted funds 2023 £	Total funds 2023 £
Provision of residential care at Cove House	1,005,719	1,005,719
Independent living at Cove Orchard	55,854	55,854
Other income from Abbeyfield Societies	1,224	1,224
	<u>1,062,797</u>	<u>1,062,797</u>
Total 2023	1,062,797	1,062,797
	<u>1,062,797</u>	<u>1,062,797</u>

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

6. Investment income

	Unrestricted funds 2024 £	Total funds 2024 £
Investment income	30,148	30,148

	Unrestricted funds 2023 £	Total funds 2023 £
Investment income	12,449	12,449

7. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2024 £	Total 2024 £
Provision of residential care at Cove House	1,090,840	1,090,840
Independent living at Cove Orchard	61,286	61,286
Total 2024	1,152,126	1,152,126

	Unrestricted funds 2023 £	Total 2023 £
Provision of residential care at Cove House	1,013,700	1,013,700
Independent living at Cove Orchard	60,818	60,818
Total 2023	1,074,518	1,074,518

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

7. Analysis of expenditure on charitable activities (continued)

Summary by expenditure type

	Staff costs 2024 £	Depreciation 2024 £	Other costs 2024 £	Total 2024 £
Provision of residential care at Cove House	731,355	62,761	296,724	1,090,840
Independent living at Cove Orchard	18,480	3,887	38,919	61,286
	<u>749,835</u>	<u>66,648</u>	<u>335,643</u>	<u>1,152,126</u>
	Staff costs 2023 £	Depreciation 2023 £	Other costs 2023 £	Total 2023 £
Provision of residential care at Cove House	642,436	56,246	315,018	1,013,700
Independent living at Cove Orchard	16,505	5,607	38,706	60,818
	<u>658,941</u>	<u>61,853</u>	<u>353,724</u>	<u>1,074,518</u>

8. Analysis of expenditure by activities

	Activities undertaken directly 2024 £	Support costs 2024 £	Total funds 2024 £
Provision of residential care at Cove House	1,021,207	69,633	1,090,840
Independent living at Cove Orchard	58,338	2,948	61,286
	<u>1,079,545</u>	<u>72,581</u>	<u>1,152,126</u>

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

8. Analysis of expenditure by activities (continued)

	Activities undertaken directly 2023 £	Support costs 2023 £	Total funds 2023 £
Provision of residential care at Cove House	871,067	142,633	1,013,700
Independent living at Cove Orchard	31,340	29,478	60,818
	<u>902,407</u>	<u>172,111</u>	<u>1,074,518</u>

Analysis of direct costs

	Provision of residential care at Cove House 2024 £	Independ't living at Cove Orchard 2024 £	Total funds 2024 £
Staff costs	672,455	18,480	690,935
Depreciation	62,761	3,887	66,648
Hotel, travel and subsistence	6,353	-	6,353
Printing and stationery	2,684	-	2,684
Telephone and fax	3,210	396	3,606
IT software, licenses and support costs	23,656	-	23,656
Advertising and promotion	5,862	-	5,862
Legal and professional, regulation costs (incl. DBS)	21,454	10,300	31,754
Auditors remuneration	14,210	1,800	16,010
Bank charges	1,840	-	1,840
Rates and water	5,461	6,956	12,417
Light and heat	31,867	2,940	34,807
Cleaning	7,533	1,320	8,853
Repair and maintenance	77,407	11,653	89,060
Residents' comforts & welfare	5,780	-	5,780
Food costs	61,264	282	61,546
Sundry expenses	17,410	324	17,734
Total 2024	<u>1,021,207</u>	<u>58,338</u>	<u>1,079,545</u>

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

8. Analysis of expenditure by activities (continued)

Analysis of direct costs (continued)

	Provision of residential care at Cove House 2023 £	Independent living at Cove Orchard 2023 £	Total funds 2023 £
Staff costs	547,246	-	547,246
Depreciation	56,246	5,607	61,853
Staff training	4,646	-	4,646
Hotels, travel and subsistence	2,313	-	2,313
Printing and stationery	3,255	-	3,255
Telephone and fax	1,529	1,590	3,119
Advertising and promotion	10,715	-	10,715
Legal and professional, regulation costs (incl. DBS)	31,470	-	31,470
Equipment hire	8,623	-	8,623
Bank charges	1,555	-	1,555
Rates and water	3,920	8,342	12,262
Light and heat	39,097	3,536	42,633
Cleaning	9,747	-	9,747
Repair and maintenance	77,007	11,995	89,002
Residents' comforts & welfare	4,143	-	4,143
Food costs	62,305	-	62,305
Sundry expenses	7,250	270	7,520
Total 2023	871,067	31,340	902,407

Analysis of support costs

	Provision of residential care at Cove House 2024 £	Independ't living at Cove Orchard 2024 £	Total funds 2024 £
Staff costs	58,900	-	58,900
Insurance	10,733	2,948	13,681
Total 2024	69,633	2,948	72,581

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

8. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

	Provision of residential care at Cove House 2023 £	Independent living at Cove Orchard 2023 £	Total funds 2023 £
Staff costs	95,190	16,505	111,695
Computer costs	23,451	-	23,451
Legal and professional, regulation costs (incl. DBS)	3,600	9,184	12,784
Auditors' remuneration	11,100	1,800	12,900
Insurance	9,292	1,989	11,281
Total 2023	<u>142,633</u>	<u>29,478</u>	<u>172,111</u>

9. Auditors' remuneration

	2024 £	2023 £
Fees payable to the company's auditor for the audit of the company's annual accounts	14,510	11,400
Fees payable to the company's auditor in respect of: All assurance services not included above	1,500	1,500

10. Staff costs

	2024 £	2023 £
Wages and salaries	690,690	605,420
Social security costs	46,706	42,845
Contribution to defined contribution pension schemes	12,440	10,676
	<u>749,836</u>	<u>658,941</u>

Included within the value of total staff costs are agency costs in respect of the catering function and dedicated care agency personnel.

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

10. Staff costs (continued)

The average number of persons employed by the company during the year was as follows:

	2024 No.	2023 No.
Management and administration	6	5
Catering and housekeeping	7	6
Care staff	14	15
	<u>27</u>	<u>26</u>

The average headcount expressed as full-time equivalents was 21.

	2024 No.	2023 No.
Management and administration	6	5
Catering and housekeeping	5	4
Care staff	10	10
	<u>21</u>	<u>19</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2024 No.	2023 No.
In the band £60,001 - £70,000	1	-

Key management personnel comprise the senior managers of the Society. Their aggregate remuneration was £126,251 (2023 - £116,874).

11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2023 - £NIL).

During the year ended 31 March 2024, expenses totaling £105 were reimbursed or paid directly to one Trustee (2023 - £NIL).

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

12. Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation						
At 1 April 2023	1,069,623	112,653	-	48,088	79,506	1,309,870
Additions	104,250	12,072	9,326	16,132	5,076	146,856
At 31 March 2024	<u>1,173,873</u>	<u>124,725</u>	<u>9,326</u>	<u>64,220</u>	<u>84,582</u>	<u>1,456,726</u>
Depreciation						
At 1 April 2023	319,997	84,599	-	30,645	62,371	497,612
Charge for the year	48,640	5,364	1,360	5,303	5,981	66,648
At 31 March 2024	<u>368,637</u>	<u>89,963</u>	<u>1,360</u>	<u>35,948</u>	<u>68,352</u>	<u>564,260</u>
Net book value						
At 31 March 2024	<u>805,236</u>	<u>34,762</u>	<u>7,966</u>	<u>28,272</u>	<u>16,230</u>	<u>892,466</u>
At 31 March 2023	<u>749,626</u>	<u>28,054</u>	<u>-</u>	<u>17,443</u>	<u>17,135</u>	<u>812,258</u>

The cost of land and buildings is stated net of the Social Enterprise Investment Fund grant received in January 2012. The value of this grant was £149,961 and was spent entirely on improvements to residential accommodation at Cove House.

The Trustees are aware that the value of the freehold property is in excess of the cost included within the financial statements however have decided not to adopt a policy of revaluation of its properties.

ABBNEYFIELD SILVERDALE SOCIETY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

13. Property under construction

	Property under construction £
Valuation	
At 1 April 2023	26,667
Additions	42,294
At 31 March 2024	68,961

This amount relates to the Cove House refurbishment. As this work was still in progress at the year end, it was not capitalised into fixed assets.

14. Debtors

	2024 £	2023 £
Due within one year		
Trade debtors	32,263	9,150
Other debtors	16,440	13,781
Prepayments and accrued income	25,861	17,172
	74,564	40,103

15. Creditors: Amounts falling due within one year

	2024 £	2023 £
Trade creditors	17,060	24,336
Other taxation and social security	12,134	18,290
Other creditors	42,179	35,470
Accruals and deferred income	28,402	43,499
	99,775	121,595

ABBNEYFIELD SILVERDALE SOCIETY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

16. Statement of funds

Statement of funds - current year

	Balance at 1 April 2023 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2024 £
Unrestricted funds					
Designated funds					
Cove Orchard Sinking Fund	13,442	1,500	-	(1,765)	13,177
Future Projects Fund	1,020,000	4,429	-	-	1,024,429
Maintenance Fund	100,000	-	(179,110)	179,110	100,000
	<u>1,133,442</u>	<u>5,929</u>	<u>(179,110)</u>	<u>177,345</u>	<u>1,137,606</u>
General funds					
General Funds - all funds	<u>971,067</u>	<u>1,212,196</u>	<u>(973,016)</u>	<u>(177,345)</u>	<u>1,032,902</u>
Total Unrestricted funds	<u><u>2,104,509</u></u>	<u><u>1,218,125</u></u>	<u><u>(1,152,126)</u></u>	<u><u>-</u></u>	<u><u>2,170,508</u></u>

ABBNEYFIELD SILVERDALE SOCIETY
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

16. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2023 £
Unrestricted funds					
Designated funds					
Cove Orchard Sinking Fund	7,952	5,700	(210)	-	13,442
Future Projects Fund	1,020,000	-	-	-	1,020,000
Maintenance Fund	99,908	-	(142,758)	142,850	100,000
	<u>1,127,860</u>	<u>5,700</u>	<u>(142,968)</u>	<u>142,850</u>	<u>1,133,442</u>
General funds					
General Funds - all funds	<u>923,795</u>	<u>1,121,672</u>	<u>(931,550)</u>	<u>(142,850)</u>	<u>971,067</u>
Total Unrestricted funds	<u><u>2,051,655</u></u>	<u><u>1,127,372</u></u>	<u><u>(1,074,518)</u></u>	<u><u>-</u></u>	<u><u>2,104,509</u></u>

17. Summary of funds

Summary of funds - current year

	Balance at 1 April 2023 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2024 £
Designated funds	1,133,442	5,929	(179,110)	177,345	1,137,606
General funds	971,067	1,212,196	(973,016)	(177,345)	1,032,902
	<u>2,104,509</u>	<u>1,218,125</u>	<u>(1,152,126)</u>	<u>-</u>	<u>2,170,508</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

17. Summary of funds (continued)

Summary of funds - prior year

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2023 £
Designated funds	1,127,860	5,700	(142,968)	142,850	1,133,442
General funds	923,795	1,121,672	(931,550)	(142,850)	971,067
	<u>2,051,655</u>	<u>1,127,372</u>	<u>(1,074,518)</u>	<u>-</u>	<u>2,104,509</u>

Unrestricted funds

General funds are the 'free reserves' after allowing for all designated funds.

Designated funds

Residents' fund receives income from fundraising events and makes expenditure on activities for the direct benefit of the residents of Cove House.

Cove Orchard sinking fund - The purpose of this fund is to build up a reserve to cover significant expenditure relating to the external fabric of the Cove Orchard properties. Income is collected from every resident on an annual basis through the estate service charge as laid out in the lease agreement.

The Future Projects fund designates reserves identified for the development of services to be provided in the future by the Society, in accordance with its objects and purposes. These funds may be used to support capital or revenue investment in line with the strategic plan developed by the Society's Trustees and officers.

The Maintenance Fund has been designated by the Society's Trustees to address some of the legacy maintenance issues associated with the upkeep of Cove House residential care home.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

18. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2024 £	Total funds 2024 £
Tangible fixed assets	892,466	892,466
Assets under Construction	68,961	68,961
Current assets	1,308,856	1,308,856
Creditors due within one year	(99,775)	(99,775)
Total	2,170,508	2,170,508

Analysis of net assets between funds - prior period

	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	812,258	812,258
Assets under Construction	26,667	26,667
Current assets	1,387,179	1,387,179
Creditors due within one year	(121,595)	(121,595)
Total	2,104,509	2,104,509

19. Reconciliation of net movement in funds to net cash flow from operating activities

	2024 £	2023 £
Net income for the period (as per Statement of Financial Activities)	65,999	52,854
Adjustments for:		
Depreciation charges	66,648	61,853
Dividends, interests and rents from investments	(30,148)	(12,449)
Decrease/(increase) in debtors	(34,461)	26,630
Increase/(decrease) in creditors	(21,820)	24,150
Net cash provided by operating activities	46,218	153,038

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20. Analysis of cash and cash equivalents

	2024 £	2023 £
Cash in hand	1,234,292	1,347,076
Total cash and cash equivalents	1,234,292	1,347,076

21. Analysis of changes in net debt

	At 1 April 2023 £	Cash flows £	At 31 March 2024 £
Cash at bank and in hand	1,347,076	(112,784)	1,234,292
	1,347,076	(112,784)	1,234,292

22. Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £12,535 (2023 - £10,676). Contributions totaling £6,421 (2023 - £4,087) were payable to the fund at the balance sheet date and are included in creditors.

23. Operating lease commitments

At 31 March 2024 the company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2024 £	2023 £
Not later than 1 year	461	986
Later than 1 year and not later than 5 years	132	-
	593	986

24. Related party transactions

Dr June Greenwell and her husband are residents of Cove Orchard and pay the standard service fee to the Society.

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25. Controlling party

The ultimate controlling party for all the financial affairs of the Society, as laid out in the Society's Articles of Association is the Executive Committee of the Board of Trustees.