

THE ABBEYFIELD HOYLAKE AND WEST KIRBY SOCIETY LTD

England & Wales · Charity number 233269

Details

Status Registered

Legal form Charitable company

Company number [00784499](#)

Registered 1964-06-18

Register [View on the Charity Commission register](#)

Contact

Address Abbeyfield Society
Seafeld House
Darmonds Green
West Kirby
Wirral
CH48 5DT

Phone 01516251092

Email enquiries@abbeyfieldwestkirby.co.uk

Website abbeyfieldwestkirby.co.uk

Activities

Objects: TO RELIEVE AGED, IMPOTENT AND POOR PEOPLE OF ALL CLASSES, FOR THE ADVANCEMENT OF RELIGION AND EDUCATION AND FOR OTHER CHARITABLE PURPOSES BENEFICIAL TO THE COMMUNITY.

Activities: The provision of care home accommodation for older people in Wirral. We run a care home (non nursing) and annexe with 24 hour care with thirty three rooms in West Kirby. We are affiliated to the Abbeyfield Society nationally.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services
- **What:** Accommodation/housing
- **Who:** Elderly/old People

Geography

- **Area of benefit:** UNRESTRICTED
- Wirral

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£1,327,338	£1,356,856	£3,643,198	36
2024-03-31	£1,329,033	£1,238,085	£3,669,643	38
2023-03-31	£1,209,535	£1,083,900	£3,578,695	39
2022-03-31	£1,227,200	£1,056,480	£3,534,668	42
2021-03-31	£1,068,659	£1,021,710	£3,309,439	41

Trustees

Name	Role	Appointed
Andrew James Downie		2026-02-09
Katharine Jane Pike		2023-01-18
Peter Fletcher		2025-09-25
Susan Alexandra Lyon Gollins		2026-01-18

Accounts

Company registration number 00784499 (England and Wales)

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

COMPANY INFORMATION

Directors	Mr N J Farmer (Chairman) Ms L Hitchcox Ms S Leech Ms K Pike Mr A Burgess Mr A Hughes (Appointed 1 July 2025)
Company number	00784499
Charity number	233269
Registered office	Lear House 17 Darmonds Green West Kirby Wirral CH48 5DT
Auditor	Lonsdale & Marsh 509 - 510 Cotton Exchange Bixteth Street Liverpool L3 9LQ

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

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THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE

FOR THE YEAR ENDED 31 MARCH 2025

The Executive Committee, the members of which are also directors for the purposes of company law, submits its 61st annual report together with the audited financial statements for the year ended 31 March 2025.

Objectives and activities for public benefit

The principal activity of the Society, as determined by its memorandum of association, is to provide accommodation, care and companionship for lonely frail elderly people in accordance with the aims and principles of Abbeyfield England. There has been no change in the activities of the Society during the year.

The Executive Committee refer to the Charity Commission's general guidance on public benefit when reviewing the Society's aims and objectives and in planning future activities. In particular the Committee consider how planned activities will contribute to the aims and objectives they have set and how these will benefit the recipients in accordance with the aims and principles of the Society.

Status

The Society is a company limited by guarantee (number 00784499), having no share capital, and with solely charitable objectives and is registered as a charity (number 233269).

It is registered with Homes England (formerly the Homes and Communities Agency) as a registered provider of social housing (number H2854).

The Society is governed by a Memorandum and Articles of Association and was incorporated on 13th December 1963.

Organisation

The Articles of Association govern the appointment of the executive committee, which is charged with the management of the Society in furtherance of its principal activity, fund management and financial affairs generally. The executive committee shall consist of not less than three and not more than twenty six members. The executive committee has the power to appoint executive committee members to fill a casual vacancy. One third of the executive committee members must retire by rotation each year but are eligible for re-election. There are sub-committees relating to Operations and Finance and at least one member of the executive committee is a member of each sub-committee. Sub-committees report to the executive committee where decisions are made.

The Society is a member of Abbeyfield England to which it pays an annual affiliation fee.

Executive committee

The members who held office during the year and up to the date of signature of the financial statements were as follows:

Mr N J Farmer (Chairman)

Ms L Hitchcox

Ms S Leech

Mr A Yarwood

(Resigned 18 August 2025)

Ms K Pike

Mr A Burgess

Mr A Hughes

(Appointed 1 July 2025)

In accordance with the Society's Articles of Association Mr A Burgess and Ms K Pike retire by rotation and Mr A Hughes in his capacity as a new member. All members, being eligible, offer themselves for re-election at the forthcoming annual general meeting.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Review of activities and achievements during the year

Lear House continues to be very popular with occupancy levels of around 95%. Respite care has become much sought after and continues to provide a steady source of additional income whilst also giving potential residents the opportunity to experience living here before committing themselves to permanent residence. Many respite customers do go on to become welcomed residents at Lear House, enjoying the warm atmosphere and the many and varied activities provided by Helen, our very popular Activities Coordinator. A look at our Facebook page will show the range of activities enjoyed by residents. The directors are, once again, extremely grateful to all our staff for creating a caring and friendly home which is commented on regularly by relatives and residents alike.

In April 2025, the Society was inspected by the Care Quality Commission (CQC). The full report has now been received with an overall rating of "requires improvement". In addition, the Society has received a formal warning from CQC for breach of regulation 17, good governance. The directors were very surprised and disappointed to receive this, having had the positive result of an infection control inspection by CQC in 2022. It should also be noted that in the current inspection report the Society was rated as "good" in both the caring and responsiveness domains. The last full CQC inspection was conducted in 2019. The directors are committed to making the necessary improvements and have immediately put in place an action plan to ensure that areas of concern are fully addressed. A subgroup of the directors will closely monitor the progress of this action plan, assisted by an experienced consultant who has been retained to provide expert guidance. Following the outcome of the CQC inspection, the care manager has resigned, and an interim care manager is currently in place whilst a recruitment process is ongoing for a full-time replacement.

The plan to link Lear House and Elliot House continues to progress with full costs now established and planning permission achieved. Negotiations with a lender continue and have resulted in a provisional offer being made. However, the offer of funding is significantly more expensive than had originally been anticipated and for this reason and in view of the outstanding issues with CQC the directors have decided to pause any further action to allow them to focus entirely on improving the service offered to our residents. The original business rationale for the development remains valid and the directors intend to review this again in the future.

On 1st July 2025 we welcomed Andrew Hughes as a director and trustee. Andrew has considerable financial management experience as well as charity work, and in addition Andrew's father was a resident at Lear House where Andrew visited regularly, giving him a valuable perspective as a user of our services.

The financial results for the year show the Society incurred a deficit of £26,445, however, this is after writing off costs of £114,158 in connection with the discontinued capital project as mentioned above. Excluding these costs the Society produced a surplus of £87,713 (2024 surplus £90,948). The surplus includes an increase in the value of investments at the year end of £3,073 (2024 increase in value £34,658).

The directors believe that, notwithstanding the current issues, the Society is strongly placed to continue to grow and provide a high standard of care to our residents in the future.

Reserves and investment policies

The Society has always used its surplus free reserves - being funds not comprised of fixed assets or other designated reserves - to help fund the cost of improvements to the services and support provided to residents including helping to fund, in the past, the implementation and completion of housing property projects.

The aim of the Society is to have day to day running costs which will be funded by amounts received in respect of residents' charges.

The Executive Committee continues to review its reserves policy and has concluded that a level of free reserves of £370,000 (2024 - £370,000) is appropriate. This amount equates to approximately four months of normal expenditure requirements. The Committee considers that the level of free reserves is satisfactory.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Internal financial control

The Executive Committee acknowledges that it is responsible for the Society's system of internal financial control, which can only provide reasonable and not absolute assurance against material misstatement or loss.

All expenditure is controlled by the General Manager with the exception of specialist health care supplies which are authorised by the Care Manager. The General Manager, with the help of the bookkeeper, consolidates all the expenditure into monthly reports to produce internal management information. The management information and underlying data are reviewed regularly by the Executive Committee at their meetings and compared to budgets prepared at the beginning of each financial year.

Before the end of each year the management information is utilised to provide updated projected figures for the year and also to provide projected figures for the following year. These projections are prepared by management and reviewed by the Executive Committee. The Executive Committee monitors the actual expenditure and compares this to the budgeted expenditure. All major items of expenditure, whether or not anticipated by the Society's budgets, are approved by the Executive Committee and dealt with by the Society's Head Office. The Executive Committee meets at least quarterly to manage the running of the Society and to ensure that we pursue developments in our services which will continue to meet the needs of older people, both now and in the future. The Executive Committee reviews its procedures on an annual basis.

Risk management

The Executive Committee has overall responsibility for ensuring that the Society has appropriate systems of controls, financial and otherwise. The systems of financial controls are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include an annual budget, approved by the Executive Committee, monthly reviews of actual results and variances from budget, and delegation of authority and segregation of duties as far as possible given staffing levels.

The Executive Committee has assessed the major risks to which the Society is exposed, in particular those related to the operations, finances and strategies of the Society, and is satisfied that systems are in place to mitigate exposure to the major risks.

Statement of Executive Committee responsibilities

The Executive Committee are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the Executive Committee to prepare financial statements for each financial year. Under that law the Executive Committee have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Executive Committee 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 Society and of the surplus or deficit of the Society for that period. In preparing these financial statements, the Executive Committee are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Executive Committee are responsible for keeping adequate accounting records that are sufficient to show and explain the Society's transactions and disclose with reasonable accuracy at any time the financial position of the Society and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Housing and Regeneration Act 2008. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

In accordance with the Society's articles, a resolution proposing that Lonsdale & Marsh be reappointed as auditor of the Society will be put at a General Meeting.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

Statement of disclosure to auditor

So far as each person who was a Trustee at the date of approving this report is aware, there is no relevant audit information of which the Society's auditor is unaware. Additionally, the Trustees individually have taken all the necessary steps that they ought to have taken as Trustees in order to make themselves aware of all relevant audit information and to establish that the Society's auditor is aware of that information.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board

A handwritten signature in black ink, appearing to be 'N J Farmer', is written over a horizontal line. The signature is enclosed within a large, hand-drawn oval.

Mr N J Farmer (Chairman)

Director

3 September 2025

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

Opinion

We have audited the financial statements of The Abbeyfield Hoylake & West Kirby Society Limited (the 'company') for the year ended 31 March 2025 which comprise the statement of income and retained earnings, the balance sheet and notes to the financial statements, including 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 company's affairs as at 31 March 2025 and of its deficit 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 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 directors' 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 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 directors with respect to going concern are described in the relevant sections of this report.

Other information

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

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

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED (CONTINUED)

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Executive Committee's report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Executive Committee were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Executive Committee's report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the Executive Committee's responsibilities statement, the Trustees 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 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 company or to cease operations, or have no realistic alternative but to do so.

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.

THE ABBEYFIELD HOYLAK & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE ABBEYFIELD HOYLAK & WEST KIRBY SOCIETY LIMITED (CONTINUED)

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Society and determined that the most significant are those that relate to the Care Quality Commission requirements and those laws and regulations that have a direct impact on the financial statements such as the Companies Act 2006.

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

- the engagement partner ensured the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- discussions with senior management;
- identified laws and regulations were communicated within the audit team who remained alert to instances of non-compliance throughout the audit.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including override of controls) and addressed the risk through:

- making enquires of those charged with governance as to their knowledge of actual, suspected and alleged instances of fraud;
- considering the internal controls in place to mitigate the risks of fraud.

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

- agreeing financial statement disclosures to underlying supporting documentation;
- reviewing the minutes of meetings of those charged with governance;
- reviewing correspondence with professional advisors;
- reviewing for any transactions undertaken with related parties such as those charged with governance and/or directors;
- checking expenses are bona fide transactions of the Society.

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 regulations. 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 is available on the Financial Reporting Council's website at: <https://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 Society'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 Society'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 Society and the Society's members, as a body, for our audit work, for this report, or for the opinions we have formed.


Elaine Frances McElroy
Senior Statutory Auditor
For and on behalf of Lonsdale & Marsh

4 September 2025

Chartered Accountants
Statutory Auditor

509 - 510 Cotton Exchange
Bixteth Street
Liverpool
L3 9LQ

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS FOR THE YEAR ENDED 31 MARCH 2025

	Notes	2025 £	2024 £
Income	3	1,269,336	1,253,290
Distribution costs		(1,025,521)	(908,016)
Administrative expenses		(217,177)	(249,958)
Other operating income/(expenses)		16,508	(80,111)
Exceptional item	4	(114,158)	-
Operating (deficit)/surplus	5	(71,012)	15,205
Interest receivable and similar income		41,494	36,449
Increase/(decrease) in fair value of investments		3,073	39,294
(Deficit)/surplus before taxation		(26,445)	90,948
Tax on (deficit)/surplus		-	-
(Deficit)/surplus for the financial year		(26,445)	90,948
Retained earnings brought forward		3,669,643	3,578,695
Retained earnings carried forward		3,643,198	3,669,643

The income and expenditure account has been prepared on the basis that all operations are continuing operations.

THE ABBEYFIELD HOYLAK & WEST KIRBY SOCIETY LIMITED

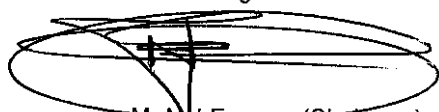
BALANCE SHEET

AS AT 31 MARCH 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Tangible assets	7	2,060,224		2,071,162	
Investments	8	1,038,627		1,013,751	
		<u>3,098,851</u>		<u>3,084,913</u>	
Current assets					
Debtors	9	46,838		135,735	
Cash at bank and in hand		853,997		761,213	
		<u>900,835</u>		<u>896,948</u>	
Creditors: amounts falling due within one year	10	(356,488)		(312,218)	
Net current assets			544,347		584,730
Net assets			<u>3,643,198</u>		<u>3,669,643</u>
Reserves					
Income and expenditure account			3,643,198		3,669,643
Total members' funds			<u>3,643,198</u>		<u>3,669,643</u>

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

The financial statements were approved by the board of directors and authorised for issue on 3 September 2025 and are signed on its behalf by:


Mr M J Farmer (Chairman)
Director


Ms S Leech
Director

Company registration number 00784499 (England and Wales)

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

Company information

The Abbeyfield Hoylake & West Kirby Society Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Lear House, 17 Darmonds Green, West Kirby, Wirral, CH48 5DT.

1.1 Basis of preparation

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Income and expenditure

Income and expenses are included in the financial statements as they become receivable or due.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	100 years but see below
Land and buildings Leasehold	all land - nil
Fixtures, fittings & equipment	20% and 30% reducing balance

Freehold land is not depreciated on account of its indefinite useful life.

Financial Reporting Standard 102 states that all assets must be depreciated. The depreciable amount of an asset is calculated as cost less residual value. Under FRS 102 residual values are based on the price which an entity would currently obtain if it were to dispose of the asset less the estimated costs of disposal. The Committee have reviewed the policy on depreciation and consider that the current residual value of the properties is in excess of the costs and as such a provision for depreciation is not required.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

Housing properties acquired (including land) on the open market are stated at cost less depreciation and impairment where applicable.

The cost of housing freehold land and property represents their purchase price and any directly attributable costs of acquisition. All invoices and architect's certificates relating to capital expenditure are included in the financial statements at the gross value provided that the expenditure incurred on the architect's certificates was completed by the end of the accounting year.

Directly attributable costs of construction includes capitalised interest calculated, on a proportional basis, using finance costs on borrowing which has been drawn in order to finance the relevant construction or acquisition.

Expenditure on major refurbishment to properties is capitalised where the works increase the net rental stream over the life of the property. An increase in the net rental stream may arise through an increase in the net rental income, a reduction in future maintenance costs, or a subsequent extension in the life of the property.

All other repair and replacement expenditure is charged to the Statement of Income.

1.4 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

1.7 Financial instruments

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

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, less any impairment.

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

1.8 Taxation

The company is exempt from corporation tax, it being a company not carrying on a business for the purposes of making a profit.

1.9 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

If material the cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

The Society operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable. The assets of the scheme are held separately from those of the Society in an independently administered fund.

1.11 Leases

As lessee

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

1.12 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Government grants relating to turnover are recognised as income over the periods when the related costs are incurred. Grants relating to an asset are recognised in income systematically over the asset's expected useful life. If part of such a grant is deferred it is recognised as deferred income rather than being deducted from the asset's carrying amount.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

1.13 Repayable/recyclable capital grants

On the occurrence of certain relevant events, primarily change of use or the sale of dwellings, Homes England can direct the Society to recycle capital grants or to make repayments of the recoverable amount. Such amounts are disclosed in the balance sheet under "creditors due within one year".

1.14 Monetary donations

Income from donations and legacies is accounted for on a receivable basis when it is more likely than not that the economic benefits will flow to the Society and the amount of the income can be measured reliably.

1.15 Cash flows

The Society has taken advantage of the disclosure exemption in FRS 102 not to prepare a cash flow statement.

2 Judgements and key sources of estimation uncertainty

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

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

3 Income from residential charges

	2025	2024
Potential residential income	1,353,669	1,326,441
Losses arising from vacancies etc.	(84,333)	(73,152)
	<u>1,269,336</u>	<u>1,253,290</u>

Whilst pursuing the now suspended plans to amalgamate Elliot House with Lear House, as mentioned in the Executive Committee's Report, the Trustees have decided not to use the rooms within Elliot House for the foreseeable future. The potential residential income, as stated above, does not include income from these rooms. The units in management, disclosed in Note 11, do include these rooms as they are registered with CQC.

4 Exceptional item

	2025	2024
	£	£
Expenditure		
Exceptional item	<u>114,158</u>	<u>-</u>

As noted in the Executive Committee's Report the costs in connection with the capital project to link Lear House and Elliot House are expected to be significantly higher than had originally been anticipated. It is for this reason that the directors have decided not to continue with the project. The expenditure incurred to date, previously recorded within other debtors as assets in the course of construction, have been written off.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

5 Operating (deficit)/surplus

	2025	2024
	£	£
Operating (deficit)/surplus for the year is stated after charging/(crediting):		
Government grants (see note 11)	-	91,866
Fees payable to the company's auditor for the audit of the company's financial statements	7,416	7,200
Depreciation of owned tangible fixed assets	10,938	11,811
(Profit)/loss on disposal of tangible fixed assets	-	840
Operating lease charges	17,889	19,296
	<u> </u>	<u> </u>

6 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2025	2024
	Number	Number
Housing, support and care	32	33
Administration	4	5
	<u> </u>	<u> </u>
	36	38
	<u> </u>	<u> </u>

Their aggregate remuneration comprised:

	2025	2024
	£	£
Wages and salaries	775,913	702,472
Social security costs	59,518	52,630
Pension costs	12,774	11,540
	<u> </u>	<u> </u>
	848,205	766,642
	<u> </u>	<u> </u>
Redundancy payments made or committed	-	-
	<u> </u>	<u> </u>

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

7 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 April 2024 and 31 March 2025	2,043,037	69,950	2,112,987
Depreciation and impairment			
At 1 April 2024	-	41,825	41,825
Depreciation charged in the year	-	10,938	10,938
At 31 March 2025	-	52,763	52,763
Carrying amount			
At 31 March 2025	2,043,037	17,187	2,060,224
At 31 March 2024	2,043,037	28,125	2,071,162

8 Fixed asset investments

	2025 £	2024 £
Investments	1,038,627	1,013,751

Fixed asset investments revalued

The listed investments are included in the financial statements at market value. The investment portfolio is managed by Rathbones Investment Management. The portfolio has been constructed in accordance with the Trustees' instructions regarding investment objectives and risk level. At the year end the cost of the investments was £1,008,626 (2024 £985,928).

Movements in fixed asset investments

	Investments other than loans £
Cost or valuation	
At 1 April 2024	1,013,751
Additions	215,586
Valuation changes	3,046
Disposals	(201,855)
Movement on income and capital accounts	8,099
At 31 March 2025	1,038,627
Carrying amount	
At 31 March 2025	1,038,627
At 31 March 2024	1,013,751

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

9 Debtors

	2025 £	2024 £
Amounts falling due within one year:		
Rent outstanding	16,567	14,214
Other debtors	30,271	121,521
	<u>46,838</u>	<u>135,735</u>

10 Creditors: amounts falling due within one year

	Notes	2025 £	2024 £
Homes England grant repayable	11	234,540	234,540
Trade creditors		77,513	39,333
Taxation and social security		13,001	12,709
Other creditors		10,283	14,268
Accruals and deferred income		21,151	11,368
		<u>356,488</u>	<u>312,218</u>

11 Repayable/recyclable capital grant

As a result of discussions with Homes England the Society has been directed to repay social housing grants totalling £234,540. The grants were received in the 1980's for social housing accommodation which the Society no longer operates.

In accordance with accounting policies the Society has previously accounted for the grants as deferred income in the balance sheet and released it to income on a systematic basis over the useful life of the property for which the grant was received.

In order to disclose the correct grant repayable in the financial statements for the year ended 31 March 2024 the proportion of the grant previously shown as deferred income, £2,345 and £140,329 was transferred to other creditors. In addition the grant previously released to income of £91,866 was shown as an expense in the statement of income retained earnings within other operating income/(expenses).

12 Housing stock

	2025	2024
Housing accommodation - number of bed spaces		
Units under development	-	-
	<u>33</u>	<u>33</u>
Units in management		
	<u>33</u>	<u>33</u>

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

13 Members' liability

The Society is a company limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding £1.

The members of the Society are the Executive Committee and the sub-committees. The total number of members at 31 March 2025 was 6 (2024 - 6)

14 Operating lease commitments

As lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2025 £	2024 £
Total commitments	105,507	122,139

15 Capital commitments

There were no financial commitments at the year end (2024 nil).

16 Related party transactions

None of the members of the Society (or any persons connected with them) received any remuneration, expenses or benefits during the year (2024 none).

17 Contingent asset

The Society has been notified that they have been named as a beneficiary in a will and should expect to receive approximately £55,000. However, the firm of solicitors dealing with the deceased's estate has been closed due to an intervention by the Solicitors Regulation Authority. Legal costs have been incurred in appointing a solicitor to act on behalf of the beneficiaries. It is unclear, at this stage, whether any funds will be available to distribute amounts due to the beneficiaries. Due to the uncertainties a provision has not been made for any amount which may be paid to the Society in the future.

18 Non-audit services provided by auditor

In common with many businesses of our size and nature we use our auditor to assist with the preparation of the financial statements.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED

FOR THE YEAR ENDED 31 MARCH 2025

	£	2025 £	£	2024 £
Income				
Residents' fees		1,234,769		1,206,864
Respite fees		34,567		46,426
		<u>1,269,336</u>		<u>1,253,290</u>
Other operating income				
Donations	11,508		6,755	
Government grants receivable and released	-		(91,866)	
Employment allowance	5,000		5,000	
		<u>16,508</u>		<u>(80,111)</u>
House operating expenses				
Wages and salaries	688,623		605,805	
Social security costs	52,227		45,296	
Staff training	7,128		6,903	
Staff pension costs defined contribution	11,186		9,819	
Agency caring services and nursing	-		2,028	
Food	47,131		45,524	
Rent re operating leases	16,282		17,323	
Water rates and council tax	12,262		11,701	
Cleaning inc. PPE costs	17,245		19,015	
Gardening costs	7,500		6,711	
Power, light and heat	35,319		22,400	
Property repairs and maintenance	97,058		33,573	
Boiler replacement - Lear House	-		26,174	
Boiler replacement - Elliot House	-		22,135	
Insurance	8,926		10,006	
Telecommunications	91		448	
Residents' entertaining	8,238		5,295	
Sundry expenses	1,135		1,225	
CQC subscription	5,023		5,023	
Depreciation on household furniture and equipment	10,147		10,887	
Loss on obsolete tangible assets	-		725	
		<u>(1,025,521)</u>		<u>(908,016)</u>
Balance carried forward		260,323		265,163

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

	2025	2024
	£	£
Balance brought forward	260,323	265,163
Administrative expenses		
Wages and salaries	87,290	96,667
Social security costs	7,291	7,334
Staff pension costs defined contribution	1,588	1,721
Health insurance	3,602	3,376
Rent re operating leases	1,607	1,973
Computer running costs	15,278	22,438
Travelling expenses	145	297
National affiliation fee	8,862	6,191
Legal and professional - Worknest/Citation	4,341	5,794
Legal and professional - Financial Planning	1,500	1,500
Legal and professional - re Elliot House	-	(6,510)
Legal and professional - employment matters	1,492	712
Legal and professional - Acton health & safety	6,000	6,236
Rathbones management fees	7,401	8,091
Non audit remuneration paid to auditors	240	600
Audit fees	7,416	7,200
Audit fees underprovision re prior year	-	360
Bank charges	238	258
Bad and doubtful debts	-	1
Contributions towards residents' fees	46,264	68,595
Printing and stationery	2,043	2,810
Advertising	10,506	10,167
Telecommunications	56	114
Sundry expenses	3,226	2,994
Depreciation	791	924
Loss on obsolete tangible assets	-	115
	(217,177)	(249,958)
Exceptional items		
Exceptional item	(114,158)	-
Operating (deficit)/surplus	(71,012)	15,205
Investment revenues		
Bank interest received	11,405	7,822
Dividends from investments measured at fair value	30,089	28,627
	41,494	36,449
Balance carried forward	(29,518)	51,654

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED
DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED(CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025

	£	2025 £	£	2024 £
Balance brought forward		(29,518)		51,654
Other gains and losses				
Increase/(decrease) in value of investments measured at fair value	3,046		34,658	
Profit/(Loss) on disposal of investments measured at fair value	27		4,636	
		<u>3,073</u>		<u>39,294</u>
(Deficit)/surplus for the year		<u>(26,445)</u>		<u>90,948</u>

Accounts

Company registration number 00784499 (England and Wales)

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

COMPANY INFORMATION

Directors	Mr N J Farmer (Chairman) Ms L Hitchcox Ms S Leech Mr A Yarwood Ms K Pike Mr A Burgess (Appointed 30 August 2023)
Company number	00784499
Charity number	233269
Registered office	Lear House 17 Darmonds Green West Kirby Wirral CH48 5DT
Auditor	Lonsdale & Marsh 509 - 510 Cotton Exchange Bixteth Street Liverpool L3 9LQ

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

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THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE FOR THE YEAR ENDED 31 MARCH 2024

The Executive Committee, the members of which are also directors for the purposes of company law, submits its 60th annual report together with the audited financial statements for the year ended 31 March 2024.

Objectives and activities for public benefit

The principal activity of the Society, as determined by its memorandum of association, is to provide accommodation, care and companionship for lonely frail elderly people in accordance with the aims and principles of Abbeyfield England. There has been no change in the activities of the Society during the year.

The Executive Committee refer to the Charity Commission's general guidance on public benefit when reviewing the Society's aims and objectives and in planning future activities. In particular the Committee consider how planned activities will contribute to the aims and objectives they have set and how these will benefit the recipients in accordance with the aims and principles of the Society.

Status

The Society is a company limited by guarantee (number 00784499), having no share capital, and with solely charitable objectives and is registered as a charity (number 233269).

It is registered with Homes England (formerly the Homes and Communities Agency) as a registered provider of social housing (number H2854).

The Society is governed by a Memorandum and Articles of Association and was incorporated on 13th December 1963.

Organisation

The Articles of Association govern the appointment of the executive committee, which is charged with the management of the Society in furtherance of its principal activity, fund management and financial affairs generally. The executive committee shall consist of not less than three and not more than twenty six members. The executive committee has the power to appoint executive committee members to fill a casual vacancy. One third of the executive committee members must retire by rotation each year but are eligible for re-election. There are sub-committees relating to Operations and Finance and at least one member of the executive committee is a member of each sub-committee. Sub-committees report to the executive committee where decisions are made.

The Society is a member of Abbeyfield England to which it pays an annual affiliation fee.

Executive committee

The members who held office during the year and up to the date of signature of the financial statements were as follows:

Mr N J Farmer (Chairman)

Ms L Hitchcox

Ms S Leech

Mr A Yarwood

Ms K Pike

Mr A Burgess

(Appointed 30 August 2023)

In accordance with the Society's Articles of Association Ms S Leech and Mr A Yarwood retire by rotation. All members, being eligible, offer themselves for re-election at the forthcoming annual general meeting.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

Review of activities and achievements during the year

Lear House continues to provide a warm, safe, and friendly home for our residents. We are fortunate to have dedicated and committed staff to support those residents. In support of our staff and their personal development a continuous programme of training is in operation. The Trustees want to pass on their gratitude to all the staff, whose professionalism, friendliness and focus on the individual needs of our residents continues to make Lear House an extremely popular choice for people wanting a new permanent home or respite care. Occupancy levels remain high at around 96%. Our last CQC rating was graded "good" and based on the PAMMS inspection in January 2024 this is being maintained.

The Society employs an activities coordinator and provides a budget for activities. This is regarded as an important aspect of care and provides an enjoyable and stimulating environment for the residents.

The frequency and level of activities for residents continues to expand. These now include:

- Shared reading
- Knit & natter
- French
- Pamper afternoons
- Popcats sessions with pre-school children
- Monthly church service
- Monthly crafternoon sessions
- Boogie woogie music activities
- Music from various artists
- Therapy dog visits

In addition, we are again able to give residents the opportunity to visit local places of interest. We welcome friends and relatives joining in the various activities. More information and photographs can be found on our website, abbeyfieldwestkirby.co.uk and on facebook at facebook.com/abbeyfieldhoylake.

As reported last year our IT systems have undergone significant upgrades which has facilitated the use of electronic aids in our staff training and has allowed the development of electronic care reporting systems which should be fully operational by August 2024. The improved wi-fi connectivity also gives greater opportunities for residents to be in contact with friends and relatives.

Full planning permission has been obtained for the project to link Elliot House into Lear House and provide a further nine bedrooms, improving the overall viability of the Society. The project is in the costing and funding stage with approximately half of the cost of the build coming from the Society's own reserves. This will be after ensuring that sufficient reserves are maintained for the ongoing operation and contingency of the business. The final selection of the construction company is under way following the submission of tenders. This is being undertaken in conjunction with our architects, Paddock Johnson and quantity surveyors, the Simon Fenton Partnership. Discussions are under way with a potential lender to help finance the project and it is hoped work will start during the current year. The project is expected to take approximately one year to complete.

In August 2023 we welcomed Alan Burgess as a new Trustee. He brings a wealth of business experience to the Society and is already fully involved in the strategic management of the Society.

The financial results for the year show the Society continues to operate efficiently producing a surplus of £90,948 (2023 surplus £44,027). The surplus includes an increase in the value of investments at the year end of £34,658 (2023 decrease in value £69,227).

We are committed to providing affordable care of the highest standards and have an ongoing refurbishment programme in place.

Whilst considerable long-standing problems remain about the funding of social care, the Trustees are confident that the Society is well positioned to manage any short-term pressures.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

Reserves and investment policies

The Society has always used its surplus free reserves - being funds not comprised of fixed assets or other designated reserves - to help fund the cost of improvements to the services and support provided to residents including helping to fund, in the past, the implementation and completion of housing property projects.

The aim of the Society is to have day to day running costs which will be funded by amounts received in respect of residents' charges.

The Executive Committee continues to review its reserves policy and has concluded that a level of free reserves of £370,000 (2023 - £370,000) is appropriate. This amount equates to approximately four months of normal expenditure requirements. The Committee considers that the level of free reserves is satisfactory.

Internal financial control

The Executive Committee acknowledges that it is responsible for the Society's system of internal financial control, which can only provide reasonable and not absolute assurance against material misstatement or loss.

All expenditure is controlled by the General Manager with the exception of specialist health care supplies which are authorised by the Care Manager. The General Manager, with the help of the bookkeeper, consolidates all the expenditure into monthly reports to produce internal management information. The management information and underlying data are reviewed regularly by the Executive Committee at their meetings and compared to budgets prepared at the beginning of each financial year.

Before the end of each year the management information is utilised to provide updated projected figures for the year and also to provide projected figures for the following year. These projections are prepared by management and reviewed by the Executive Committee. The Executive Committee monitors the actual expenditure and compares this to the budgeted expenditure. All major items of expenditure, whether or not anticipated by the Society's budgets, are approved by the Executive Committee and dealt with by the Society's Head Office. The Executive Committee meets at least quarterly to manage the running of the Society and to ensure that we pursue developments in our services which will continue to meet the needs of older people, both now and in the future. The Executive Committee reviews its procedures on an annual basis.

Risk management

The Executive Committee has overall responsibility for ensuring that the Society has appropriate systems of controls, financial and otherwise. The systems of financial controls are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include an annual budget, approved by the Executive Committee, monthly reviews of actual results and variances from budget, and delegation of authority and segregation of duties as far as possible given staffing levels.

The Executive Committee has assessed the major risks to which the Society is exposed, in particular those related to the operations, finances and strategies of the Society, and is satisfied that systems are in place to mitigate exposure to the major risks.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

Statement of Executive Committee responsibilities

The Executive Committee are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the Executive Committee to prepare financial statements for each financial year. Under that law the Executive Committee have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Executive Committee 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 Society and of the surplus or deficit of the Society for that period. In preparing these financial statements, the Executive Committee are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Executive Committee are responsible for keeping adequate accounting records that are sufficient to show and explain the Society's transactions and disclose with reasonable accuracy at any time the financial position of the Society and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Housing and Regeneration Act 2008. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

In accordance with the Society's articles, a resolution proposing that Lonsdale & Marsh be reappointed as auditor of the Society will be put at a General Meeting.

Statement of disclosure to auditor

So far as each person who was a Trustee at the date of approving this report is aware, there is no relevant audit information of which the Society's auditor is unaware. Additionally, the Trustees individually have taken all the necessary steps that they ought to have taken as Trustees in order to make themselves aware of all relevant audit information and to establish that the Society's auditor is aware of that information.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board



Mr N J Farmer (Chairman)

Director

30 September 2024

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

Opinion

We have audited the financial statements of The Abbeyfield Hoylake & West Kirby Society Limited (the 'company') for the year ended 31 March 2024 which comprise the statement of income and retained earnings, the balance sheet and notes to the financial statements, including 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 company's affairs as at 31 March 2024 and of its surplus 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 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 directors' 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 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 directors with respect to going concern are described in the relevant sections of this report.

Other information

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

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

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED (CONTINUED)

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Executive Committee's report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Executive Committee were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Executive Committee's report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the Executive Committee's responsibilities statement, the Trustees 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 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 company or to cease operations, or have no realistic alternative but to do so.

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.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED (CONTINUED)

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Society and determined that the most significant are those that relate to the Care Quality Commission requirements and those laws and regulations that have a direct impact on the financial statements such as the Companies Act 2006.

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

- the engagement partner ensured the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- discussions with senior management;
- identified laws and regulations were communicated within the audit team who remained alert to instances of non-compliance throughout the audit.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including override of controls) and addressed the risk through:

- making enquires of those charged with governance as to their knowledge of actual, suspected and alleged instances of fraud;
- considering the internal controls in place to mitigate the risks of fraud.

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

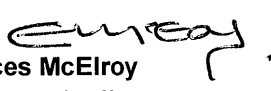
- agreeing financial statement disclosures to underlying supporting documentation;
- reviewing the minutes of meetings of those charged with governance;
- reviewing correspondence with professional advisors;
- reviewing for any transactions undertaken with related parties such as those charged with governance and/or directors;
- checking expenses are bona fide transactions of the Society.

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 regulations. 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 is available on the Financial Reporting Council's website at: <https://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 Society'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 Society'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 Society and the Society's members, as a body, for our audit work, for this report, or for the opinions we have formed.


Elaine Frances McElroy
Senior Statutory Auditor
For and on behalf of Lonsdale & Marsh

8 October 2024

Chartered Accountants
Statutory Auditor

509 - 510 Cotton Exchange
Bixteth Street
Liverpool
L3 9LQ

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS

FOR THE YEAR ENDED 31 MARCH 2024

	Notes	2024 £	2023 £
Income	3	1,253,290	1,154,939
House operating costs		(908,016)	(813,361)
Administrative expenses		(249,958)	(270,539)
Other operating (expenses)/income		(80,111)	17,945
Operating surplus	4	15,205	88,984
Interest receivable and similar income		36,449	26,531
Increase/(decrease) in fair value of investments		39,294	(71,488)
Surplus before taxation		90,948	44,027
Tax on surplus		-	-
Surplus for the financial year		90,948	44,027
Retained earnings brought forward		3,578,695	3,534,668
Retained earnings carried forward		3,669,643	3,578,695

The income and expenditure account has been prepared on the basis that all operations are continuing operations.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

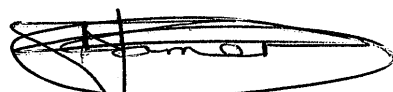
BALANCE SHEET

AS AT 31 MARCH 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Tangible assets	6		2,071,162		2,082,792
Investments	7		1,013,751		954,423
			<u>3,084,913</u>		<u>3,037,215</u>
Current assets					
Debtors	8	135,735		31,256	
Cash at bank and in hand		761,213		698,440	
		<u>896,948</u>		<u>729,696</u>	
Creditors: amounts falling due within one year	9	(312,218)		(47,887)	
Net current assets			<u>584,730</u>		<u>681,809</u>
Total assets less current liabilities			<u>3,669,643</u>		<u>3,719,024</u>
Creditors: amounts falling due after more than one year	11		-		(140,329)
Net assets			<u><u>3,669,643</u></u>		<u><u>3,578,695</u></u>
Reserves					
Income and expenditure account			<u>3,669,643</u>		<u>3,578,695</u>
Members' funds			<u><u>3,669,643</u></u>		<u><u>3,578,695</u></u>

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

The financial statements were approved by the board of directors and authorised for issue on 30 September 2024 and are signed on its behalf by:



Mr N J Farmer (Chairman)
Director

Ms S Leech
Director



Company registration number 00784499 (England and Wales)

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

Company information

The Abbeyfield Hoylake & West Kirby Society Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Lear House, 17 Darmonds Green, West Kirby, Wirral, CH48 5DT.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Income and expenditure

Income and expenses are included in the financial statements as they become receivable or due.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	100 years but see below
Land and buildings Leasehold	all land - nil
Fixtures, fittings & equipment	20% and 30% reducing balance

Freehold land is not depreciated on account of its indefinite useful life.

Financial Reporting Standard 102 states that all assets must be depreciated. The depreciable amount of an asset is calculated as cost less residual value. Under FRS 102 residual values are based on the price which an entity would currently obtain if it were to dispose of the asset less the estimated costs of disposal. The Committee have reviewed the policy on depreciation and consider that the current residual value of the properties is in excess of the costs and as such a provision for depreciation is not required.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

Housing properties acquired (including land) on the open market are stated at cost less depreciation and impairment where applicable.

The cost of housing freehold land and property represents their purchase price and any directly attributable costs of acquisition. All invoices and architect's certificates relating to capital expenditure are included in the financial statements at the gross value provided that the expenditure incurred on the architect's certificates was completed by the end of the accounting year.

Directly attributable costs of construction includes capitalised interest calculated, on a proportional basis, using finance costs on borrowing which has been drawn in order to finance the relevant construction or acquisition.

Expenditure on major refurbishment to properties is capitalised where the works increase the net rental stream over the life of the property. An increase in the net rental stream may arise through an increase in the net rental income, a reduction in future maintenance costs, or a subsequent extension in the life of the property.

All other repair and replacement expenditure is charged to the Statement of Income.

1.4 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

1.7 Financial instruments

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

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, less any impairment.

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

1.8 Taxation

The company is exempt from corporation tax, it being a company not carrying on a business for the purposes of making a profit.

1.9 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

If material the cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

The Society operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable. The assets of the scheme are held separately from those of the Society in an independently administered fund.

1.11 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

1.12 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Government grants relating to turnover are recognised as income over the periods when the related costs are incurred. Grants relating to an asset are recognised in income systematically over the asset's expected useful life. If part of such a grant is deferred it is recognised as deferred income rather than being deducted from the asset's carrying amount.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

1.13 Repayable/recyclable capital grants

On the occurrence of certain relevant events, primarily change of use or the sale of dwellings, Homes England can direct the Society to recycle capital grants or to make repayments of the recoverable amount. Such amounts are disclosed in the balance sheet under "creditors due within one year".

1.14 Monetary donations

Income from donations and legacies is accounted for on a receivable basis when it is more likely than not that the economic benefits will flow to the Society and the amount of the income can be measured reliably.

1.15 Cash flows

The Society has taken advantage of the disclosure exemption in FRS 102 not to prepare a cash flow statement.

2 Judgements and key sources of estimation uncertainty

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

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

3 Income from residential charges

	2024	2023
Potential residential income	1,326,441	1,213,500
Losses arising from vacancies etc.	(73,152)	(58,561)
	<u>1,253,290</u>	<u>1,154,939</u>

Whilst pursuing the plans to amalgamate Elliot House with Lear House, as mentioned in the Executive Committee's Report, the Trustees have decided not to use the rooms within Elliot House for the foreseeable future. The potential residential income, as stated above, does not include income from these rooms. The units in management, disclosed in Note 11, do include these rooms as they are registered with CQC.

4 Operating surplus

	2024	2023
Operating surplus for the year is stated after charging/(crediting):	£	£
Government grants (see note 11)	91,866	(2,825)
Fees payable to the company's auditor for the audit of the company's financial statements	7,200	6,240
Depreciation of owned tangible fixed assets	11,811	10,590
Loss on disposal of tangible fixed assets	840	2,711
Operating lease charges	<u>19,296</u>	<u>23,286</u>

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

5 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2024 Number	2023 Number
Housing, support and care	33	34
Administration	5	5
	<u>38</u>	<u>39</u>

Their aggregate remuneration comprised:

	2024 £	2023 £
Wages and salaries	702,472	662,249
Social security costs	52,630	47,150
Pension costs	11,540	11,211
	<u>766,642</u>	<u>720,610</u>

Redundancy payments made or committed

6 Tangible fixed assets

	Land and buildings £	Plant and machinery etc £	Total £
Cost			
At 1 April 2023	2,043,037	110,664	2,153,701
Additions	-	1,020	1,020
Disposals	-	(41,734)	(41,734)
	<u>2,043,037</u>	<u>69,950</u>	<u>2,112,987</u>
At 31 March 2024	2,043,037	69,950	2,112,987
Depreciation and impairment			
At 1 April 2023	-	70,909	70,909
Depreciation charged in the year	-	11,811	11,811
Eliminated in respect of disposals	-	(40,895)	(40,895)
	<u>-</u>	<u>41,825</u>	<u>41,825</u>
At 31 March 2024	-	41,825	41,825
Carrying amount			
At 31 March 2024	<u>2,043,037</u>	<u>28,125</u>	<u>2,071,162</u>
At 31 March 2023	<u>2,043,037</u>	<u>39,755</u>	<u>2,082,792</u>

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

7 Fixed asset investments

	2024 £	2023 £
Investments	1,013,751	954,423

Fixed asset investments revalued

The listed investments are included in the financial statements at market value. The investment portfolio is managed by Rathbones Investment Management. The portfolio has been constructed in accordance with the Trustees' instructions regarding investment objectives and risk level. At the year end the cost of the investments was £985,928 (2023 £973,338).

Movements in fixed asset investments

	Investments other than loans £
Cost or valuation	
At 1 April 2023	954,423
Additions	134,860
Valuation changes	34,658
Disposals	(116,194)
Movement on income and capital accounts	6,004
At 31 March 2024	1,013,751
Carrying amount	
At 31 March 2024	1,013,751
At 31 March 2023	954,423

8 Debtors

	2024 £	2023 £
Amounts falling due within one year:		
Rent outstanding	14,214	1,844
Other debtors	121,521	29,412
	135,735	31,256

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

9 Creditors: amounts falling due within one year

	Notes	2024 £	2023 £
Homes England grant repayable	10	234,540	-
Trade creditors		39,333	19,752
Taxation and social security		12,709	9,990
Government grants	10	-	2,345
Other creditors		14,268	6,658
Accruals and deferred income		11,368	9,142
		<u>312,218</u>	<u>47,887</u>

10 Repayable/recyclable capital grant

As a result of discussions with Homes England the Society has been directed to repay social housing grants totalling £234,540. The grants were received in the 1980's for social housing accommodation which the Society no longer operates.

In accordance with accounting policies the Society has accounted for the grants as deferred income in the balance sheet and released it to income on a systematic basis over the useful life of the property for which the grant was received.

In order to disclose the correct grant repayable the proportion of the grant previously shown as deferred income, £2,345 and £140,329 (see note 11) has been transferred to other creditors. In addition the grant previously released to income (£91,866 - see note 4) has been shown as an expense in the statement of income and retained earnings and also shown in other creditors.

11 Creditors: amounts falling due after more than one year

	2024 £	2023 £
Other creditors	-	140,329
	<u>-</u>	<u>140,329</u>

In accordance with the requirements of FRS 102 grants received from Homes England (previously the Homes and Communities Agency) are held within creditors as deferred grants and amortised over the useful life of the properties. Also see note 10 above.

12 Housing stock	2024	2023
Housing accommodation - number of bed spaces		
Units under development	-	-
	<u>-</u>	<u>-</u>
Units in management	33	33
	<u>33</u>	<u>33</u>

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

13 Members' liability

The Society is a company limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding £1.

The members of the Society are the Executive Committee and the sub-committees. The total number of members at 31 March 2024 was 6 (2023 - 6)

14 Related party transactions

None of the members of the Society (or any persons connected with them) received any remuneration, expenses or benefits during the year (2023 none).

15 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2024	2023
£	£
122,139	67,129
<u>122,139</u>	<u>67,129</u>

16 Capital commitments

There were no financial commitments at the year end (2023 nil).

17 Non-audit services provided by auditor

In common with many businesses of our size and nature we use our auditor to assist with the preparation of the financial statements.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED

FOR THE YEAR ENDED 31 MARCH 2024

	2024	2023
£	£	£
Income		
Residents' fees	1,206,864	1,139,889
Respite fees	46,426	15,050
	<u>1,253,290</u>	<u>1,154,939</u>
Other operating income		
Donations	6,755	10,120
Government grants receivable and released	(91,866)	2,345
Other Coronavirus funding - WBC	-	480
Employment allowance	5,000	5,000
	<u>(80,111)</u>	<u>17,945</u>
House operating expenses		
Wages and salaries	605,805	570,286
Social security costs	45,296	40,042
Staff training	6,903	7,028
Staff pension costs defined contribution	9,819	9,593
Agency caring services and nursing	2,028	9,543
Food	45,524	41,157
Rent re operating leases	17,323	19,924
Water rates and council tax	11,701	11,182
Cleaning inc. PPE costs	19,015	16,529
Gardening costs	6,711	2,998
Power, light and heat	22,400	25,835
Property repairs and maintenance	33,573	24,131
Boiler replacement - Lear House	26,174	-
Boiler replacement - Elliot House	22,135	-
Insurance	10,006	11,281
Telecommunications	448	2,125
Residents' entertaining	5,295	3,791
Sundry expenses	1,225	538
CQC subscription	5,023	5,023
Depreciation on household furniture and equipment	10,887	9,644
Loss on obsolete tangible assets	725	2,711
	<u>(908,016)</u>	<u>(813,361)</u>
Balance carried forward	265,163	359,523

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

	£	2024 £	£	2023 £
Balance brought forward		265,163		359,523
Administrative expenses				
Wages and salaries	96,667		91,963	
Social security costs	7,334		7,108	
Staff pension costs defined contribution	1,721		1,618	
Health insurance	3,376		3,056	
Rent re operating leases	1,973		3,362	
Computer running costs	22,438		9,411	
Travelling expenses	297		116	
National affiliation fee	6,191		7,739	
Legal and professional - Ellis Whittam	5,794		5,445	
Legal and professional - Financial Planning	1,500		1,500	
Legal and professional - re Elliot House	(6,510)		6,510	
Legal and professional - employment matters	712		504	
Legal and professional - Acton health & safety	6,236		6,284	
Rathbones management fees	8,091		7,659	
Non audit remuneration paid to auditors	600		1,080	
Audit fees	7,200		6,240	
Audit fees underprovision re prior year	360		-	
Bank charges	258		260	
Bad and doubtful debts	1		(4,698)	
Contributions towards residents' fees	68,595		100,006	
Printing and stationery	2,810		2,665	
Advertising	10,167		9,110	
Telecommunications	114		297	
Sundry expenses	2,994		2,358	
Depreciation	924		946	
Loss on obsolete tangible assets	115		-	
		(249,958)		(270,539)
Operating surplus		15,205		88,984
Investment revenues				
Bank interest received	7,822		1,003	
Dividends from investments measured at fair value	28,627		25,528	
		36,449		26,531
Balance carried forward		51,654		115,515

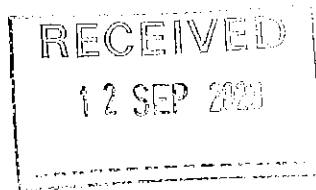
THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

	£	2024 £	£	2023 £
Balance brought forward		51,654		115,515
Other gains and losses				
Increase/(decrease) in value of investments measured at fair value	34,658		(69,227)	
Profit/(Loss) on disposal of investments measured at fair value	4,636		(2,261)	
		39,294		(71,488)
Surplus for the year		90,948		44,027

Accounts



Company registration number 00784499 (England and Wales)

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

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Date	12 SEP 2023
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THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

COMPANY INFORMATION

Directors	Mr N J Farmer (Chairman) Mrs L Hitchcox Ms S Leech Mr A Yarwood Ms K Pike (Appointed 18 January 2023)
Company number	00784499
Charity number	233269
Registered office	Seafield House 17 Darmonds Green West Kirby Wirral CH48 5DT
Auditor	Lonsdale & Marsh 509-510 Cotton Exchange Bixteth Street Liverpool L3 9LQ
Bankers	Barclays Bank plc 22 Grange Road West Kirby Wirral CH48 4HE

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

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THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE

FOR THE YEAR ENDED 31 MARCH 2023

The Executive Committee, the members of which are also directors for the purposes of company law, submits its 59th annual report together with the audited financial statements for the year ended 31 March 2023.

Objectives and activities for public benefit

The principal activity of the Society, as determined by its memorandum of association, is to provide accommodation, care and companionship for lonely frail elderly people in accordance with the aims and principles of The Abbeyfield Society Limited. There has been no change in the activities of the Society during the year.

The Executive Committee refer to the Charity Commission's general guidance on public benefit when reviewing the Society's aims and objectives and in planning future activities. In particular the Committee consider how planned activities will contribute to the aims and objectives they have set and how these will benefit the recipients in accordance with the aims and principles of the Society.

Status

The Society is a company limited by guarantee (number 00784499), having no share capital, and with solely charitable objectives and is registered as a charity (number 233269).

It is registered with Homes England (formerly the Homes and Communities Agency) as a registered provider of social housing (number H2854).

The Society is governed by a Memorandum and Articles of Association and was incorporated on 13th December 1963.

Organisation

The Articles of Association govern the appointment of the executive committee, which is charged with the management of the Society in furtherance of its principal activity, fund management and financial affairs generally. The executive committee shall consist of not less than three and not more than twenty six members. The executive committee has the power to appoint executive committee members to fill a casual vacancy. One third of the executive committee members must retire by rotation each year but are eligible for re-election. There are sub-committees relating to Operations and Finance and at least one member of the executive committee is a member of each sub-committee. Sub-committees report to the executive committee where decisions are made.

The Society is a member of The Abbeyfield Society to which it pays an annual affiliation fee.

Executive committee

The members who held office during the year and up to the date of signature of the financial statements were as follows:

Mr N J Farmer (Chairman)

Mrs L Hitchcox

Ms J Hyndman

(Resigned 1 September 2022)

Ms S Leech

Mr C Stringer

(Resigned 29 March 2023)

Mr A Yarwood

Ms K Pike

(Appointed 18 January 2023)

In accordance with the Society's Articles of Association Mr N J Farmer and Mrs L Hitchcox retire by rotation and Ms K Pike in her capacity as a new member. All members, being eligible, offer themselves for re-election at the forthcoming annual general meeting.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Review of activities and achievements during the year

With all Covid restrictions lifted, we have been able to open Lear House fully and to welcome friends and relatives back to the home. The improvement in morale for both our residents and the staff has been very noticeable and it has been an enormous pleasure to see the way everyone has responded to the return to normality.

The Trustees wish, once again, to express their gratitude to all the staff for their commitment to maintaining the highest standards of care for our residents. Lear House continues to have the highest reputation in the area for the friendly, safe, and welcoming environment it provides. This is reflected in the numbers of enquiries received and an occupancy level which was more than 95% throughout the year. Our CQC rating remains "Good".

Resident activity has increased with greater freedom and with the support of our activities coordinator we can keep our residents, and in increasing numbers, friends and relatives entertained and interested in everything going on in the home.

As reported last year we continue to plan for the amalgamation of Lear and Elliot House to create a further ten rooms which will significantly improve the viability of the Society. The trustees have approved the plans and we are hopeful that full planning approval will be achieved by the end of 2023 and that building work may begin in 2024. A full cost analysis of the plans is currently under way.

Considerable improvements are planned for our electronic systems in all areas of activity. In particular, the development of electronic care reporting systems is being developed in conjunction with the local authority which should further improve our ability to deliver person centered care to our residents. Improvements in our wi-fi connectivity will not only improve our administrative efficiency but will also allow more opportunities for residents to connect electronically with relatives and friends.

The maintenance and improvement of the building environment is essential to the well-being of staff and residents. During the year we completed the upgrade of the bathrooms on the ground floor.

To support our staff in delivering the best possible care, we have continued with our training programmes. The improved wi-fi has enabled more opportunities for the use of electronic training aids. All staff continue to receive regular supervision and support in setting out their goals and being able to achieve them.

Financially, the Society performed well during the year reporting income of £1,154,939 (2022 £1,071,703) with a surplus £44,027 (2022 £225,229). The surplus includes a decrease in the value of the investments at the year end of £69,227 (2022 increase in value of £27,666).

In January we were pleased to welcome Ms. Kate Pike as a trustee. Kate brings an in-depth understanding of personal care provision and we look forward to her contribution to the further development of the Society.

There is an increasing demand for Lear House and the need for respite accommodation has begun to show signs of growth over the last few months. The reputation of Lear House as a friendly, safe, and interesting place to stay and visit continues to grow and we view the future with some confidence.

Reserves and investment policies

The Society has always used its surplus free reserves - being funds not comprised of fixed assets or other designated reserves - to help fund the cost of improvements to the services and support provided to residents including helping to fund, in the past, the implementation and completion of housing property projects.

The aim of the Society is to have day to day running costs which will be funded by amounts received in respect of residents' charges.

The Executive Committee continues to review its reserves policy and has concluded that a level of free reserves of £370,000 (2022 - £370,000) is appropriate. This amount equates to approximately four months of normal expenditure requirements. The Committee considers that the level of free reserves is satisfactory.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Internal financial control

The Executive Committee acknowledges that it is responsible for the Society's system of internal financial control, which can only provide reasonable and not absolute assurance against material misstatement or loss.

All expenditure is controlled by the General Manager with the exception of specialist health care supplies which are authorised by the Care Manager. The General Manager, with the help of the bookkeeper, consolidates all the expenditure into monthly reports to produce internal management information. The management information and underlying data are reviewed regularly by the Executive Committee at their meetings and compared to budgets prepared at the beginning of each financial year.

Before the end of each year the management information is utilised to provide updated projected figures for the year and also to provide projected figures for the following year. These projections are prepared by management and reviewed by the Executive Committee. The Executive Committee monitors the actual expenditure and compares this to the budgeted expenditure. All major items of expenditure, whether or not anticipated by the Society's budgets, are approved by the Executive Committee and dealt with by the Society's Head Office. The Executive Committee meets at least quarterly to manage the running of the Society and to ensure that we pursue developments in our services which will continue to meet the needs of older people, both now and in the future. The Executive Committee reviews its procedures on an annual basis.

Risk management

The Executive Committee has overall responsibility for ensuring that the Society has appropriate systems of controls, financial and otherwise. The systems of financial controls are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include an annual budget, approved by the Executive Committee, monthly reviews of actual results and variances from budget, and delegation of authority and segregation of duties as far as possible given staffing levels.

The Executive Committee has assessed the major risks to which the Society is exposed, in particular those related to the operations, finances and strategies of the Society, and is satisfied that systems are in place to mitigate exposure to the major risks.

Statement of Executive Committee responsibilities

The Executive Committee are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the Executive Committee to prepare financial statements for each financial year. Under that law the Executive Committee have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Executive Committee 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 Society and of the surplus or deficit of the Society for that period. In preparing these financial statements, the Executive Committee are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Executive Committee are responsible for keeping adequate accounting records that are sufficient to show and explain the Society's transactions and disclose with reasonable accuracy at any time the financial position of the Society and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Housing and Regeneration Act 2008. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

In accordance with the Society's articles, a resolution proposing that Lonsdale & Marsh be reappointed as auditor of the Society will be put at a General Meeting.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

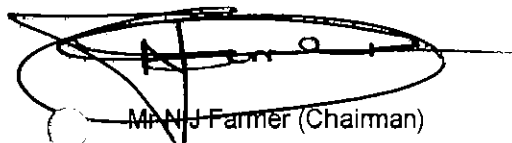
FOR THE YEAR ENDED 31 MARCH 2023

Statement of disclosure to auditor

So far as each person who was a Trustee at the date of approving this report is aware, there is no relevant audit information of which the Society's auditor is unaware. Additionally, the Trustees individually have taken all the necessary steps that they ought to have taken as Trustees in order to make themselves aware of all relevant audit information and to establish that the Society's auditor is aware of that information.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board

A handwritten signature in black ink, appearing to read 'Mr N J Farmer', is written over a horizontal line. The signature is stylized and somewhat cursive.

Mr N J Farmer (Chairman)

Director

30 August 2023

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

Opinion

We have audited the financial statements of The Abbeyfield Hoylake & West Kirby Society Limited (the 'company') for the year ended 31 March 2023 which comprise the statement of income and retained earnings, the balance sheet and notes to the financial statements, including 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 company's affairs as at 31 March 2023 and of its surplus 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 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 directors' 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 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 directors with respect to going concern are described in the relevant sections of this report.

Other Information

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

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

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Executive Committee's report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Executive Committee were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Executive Committee's report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the Executive Committee's responsibilities statement, the Trustees 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 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 intends to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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.

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Society and determined that the most significant are those that relate to the Care Quality Commission requirements and those laws and regulations that have a direct impact on the financial statements such as the Companies Act 2006.

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

- the engagement partner ensured the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- discussions with senior management;
- identified laws and regulations were communicated within the audit team who remained alert to instances of non-compliance throughout the audit.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including override of controls) and addressed the risk through:

- making enquires of those charged with governance as to their knowledge of actual, suspected and alleged instances of fraud;
- considering the internal controls in place to mitigate the risks of fraud.

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

- agreeing financial statement disclosures to underlying supporting documentation;
- reviewing the minutes of meetings of those charged with governance;
- reviewing correspondence with professional advisors;
- reviewing for any transactions undertaken with related parties such as those charged with governance and/or directors;
- checking expenses are bona fide transactions of the Society.

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 regulations. 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 is available on the Financial Reporting Council's website at: <https://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 Society'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 Society'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 Society and the Society's members, as a body, for our audit work, for this report, or for the opinions we have formed.


Elaine Frances McElroy

Senior Statutory Auditor

For and on behalf of Lonsdale & Marsh

30 August 2023

Chartered Accountants
Statutory Auditor

509-510 Cotton Exchange
Bixteth Street
Liverpool
L3 9LQ

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	2022 £
Income	3	1,154,939	1,071,703
House operating costs		(813,361)	(763,234)
Administrative expenses		(270,539)	(293,246)
Other operating income		17,945	165,279
Operating surplus	4	88,984	180,502
Interest receivable and similar income		26,531	18,984
Increase/(decrease) in fair value of investments		(71,488)	25,743
Surplus before taxation		44,027	225,229
Tax on surplus		-	-
Surplus for the financial year		44,027	225,229
Retained earnings brought forward		3,534,668	3,309,439
Retained earnings carried forward		3,578,695	3,534,668

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

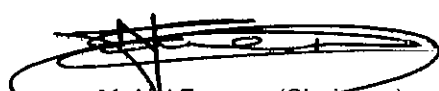
BALANCE SHEET

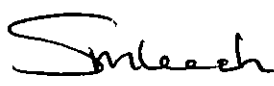
AS AT 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	6	2,082,792		2,049,927	
Investments	7	954,423		1,008,032	
		<u>3,037,215</u>		<u>3,057,959</u>	
Current assets					
Debtors	8	31,256		139,119	
Cash at bank and in hand		698,440		553,701	
		<u>729,696</u>		<u>692,820</u>	
Creditors: amounts falling due within one year	9	(47,887)		(73,437)	
Net current assets			681,809		619,383
Total assets less current liabilities			3,719,024		3,677,342
Creditors: amounts falling due after more than one year	10		(140,329)		(142,674)
Net assets			<u>3,578,695</u>		<u>3,534,668</u>
Reserves					
Income and expenditure account			<u>3,578,695</u>		<u>3,534,668</u>

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

The financial statements were approved by the Executive Committee and authorised for issue on 30 August 2023 and are signed on its behalf by:


Mr NU Farmer (Chairman)
Director


Ms S Leech
Director

Company Registration No. 00784499

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Company Information

The Abbeyfield Hoylake & West Kirby Society Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Seaford House, 17 Darmonds Green, West Kirby, Wirral, CH48 5DT.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

The Society's turnover principally comprises residents' charges receivable from houses, donations received from third parties and investment income.

1.3 Income and expenditure

Income and expenses are included in the financial statements as they become receivable or due.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	100 years but see below
Land and buildings Leasehold	all land - nil
Fixtures, fittings & equipment	20% and 30% reducing balance

Freehold land is not depreciated on account of its indefinite useful life.

Financial Reporting Standard 102 states that all assets must be depreciated. The depreciable amount of an asset is calculated as cost less residual value. Under FRS 102 residual values are based on the price which an entity would currently obtain if it were to dispose of the asset less the estimated costs of disposal. The Committee have reviewed the policy on depreciation and consider that the current residual value of the properties is in excess of the costs and as such a provision for depreciation is not required.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Housing properties acquired (including land) on the open market are stated at cost less depreciation and impairment where applicable.

The cost of housing freehold land and property represents their purchase price and any directly attributable costs of acquisition. All invoices and architect's certificates relating to capital expenditure are included in the financial statements at the gross value provided that the expenditure incurred on the architect's certificates was completed by the end of the accounting year.

Directly attributable costs of construction includes capitalised interest calculated, on a proportional basis, using finance costs on borrowing which has been drawn in order to finance the relevant construction or acquisition.

Expenditure on major refurbishment to properties is capitalised where the works increase the net rental stream over the life of the property. An increase in the net rental stream may arise through an increase in the net rental income, a reduction in future maintenance costs, or a subsequent extension in the life of the property.

All other repair and replacement expenditure is charged to the Statement of Income.

1.5 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.7 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.8 Financial Instruments

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

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, less any impairment.

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

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.9 Taxation

The company is exempt from corporation tax, it being a company not carrying on a business for the purposes of making a profit.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

If material the cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

The Society operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable. The assets of the scheme are held separately from those of the Society in an independently administered fund.

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.13 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Government grants relating to turnover are recognised as income over the periods when the related costs are incurred. Grants relating to an asset are recognised in income systematically over the asset's expected useful life. If part of such a grant is deferred it is recognised as deferred income rather than being deducted from the asset's carrying amount.

1.14 Monetary donations

Income from donations and legacies is accounted for on a receivable basis when it is more likely than not that the economic benefits will flow to the Society and the amount of the income can be measured reliably.

1.15 Cash flows

The Society has taken advantage of the disclosure exemption in FRS 102 not to prepare a cash flow statement.

2 Judgements and key sources of estimation uncertainty

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

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

3 Income from residential charges

	2023	2022
Potential residential income	1,213,500	1,144,808
Losses arising from vacancies etc.	(58,561)	(73,105)
	<u>1,154,939</u>	<u>1,071,703</u>

Whilst pursuing the plans to amalgamate Elliot House with Lear House, as mentioned in the Executive Committee's Report, the Trustees have decided not to use the rooms within Elliot House for the foreseeable future. The potential residential income, as stated above, does not include income from these rooms. The units in management, disclosed in Note 11, do include these rooms as they are registered with CQC.

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

4 Operating surplus

	2023 £	2022 £
Operating surplus for the year is stated after charging/(crediting):		
Government grants	(2,825)	(50,509)
Fees payable to the company's auditor for the audit of the company's financial statements	6,240	6,360
Depreciation of owned tangible fixed assets	10,590	7,695
Loss on disposal of tangible fixed assets	2,711	596
Operating lease charges	23,286	20,938

5 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2023 Number	2022 Number
Housing, support and care	34	32
Administration	5	5
	39	37

Their aggregate remuneration comprised:

	2023 £	2022 £
Wages and salaries	671,792	601,915
Social security costs	47,150	40,339
Pension costs	11,211	10,028
	730,153	652,282

Redundancy payments made or committed

-	-
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THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

6 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 April 2022	2,010,431	142,590	2,153,021
Additions	32,606	13,560	46,166
Disposals	-	(45,486)	(45,486)
At 31 March 2023	2,043,037	110,664	2,153,701
Depreciation and impairment			
At 1 April 2022	-	103,094	103,094
Depreciation charged in the year	-	10,590	10,590
Eliminated in respect of disposals	-	(42,775)	(42,775)
At 31 March 2023	-	70,909	70,909
Carrying amount			
At 31 March 2023	2,043,037	39,755	2,082,792
At 31 March 2022	2,010,431	39,496	2,049,927

7 Fixed asset investments

	2023 £	2022 £
Investments	954,423	1,008,032

Fixed asset Investments revalued

The listed investments are included in the financial statements at market value. The investment portfolio is managed by Rathbones Investment Management. The portfolio has been constructed in accordance with the Trustees' instructions regarding investment objectives and risk level. At the year end the cost of the investments was £973,338 (2022 £954,674).

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

7 Fixed asset investments (Continued)

Movements in fixed asset investments

	Investments other than loans £
Cost or valuation	
At 1 April 2022	1,008,032
Additions	109,147
Valuation changes	(69,227)
Disposals	(72,940)
Movement on income and capital accounts	(20,589)
At 31 March 2023	954,423
Carrying amount	
At 31 March 2023	954,423
At 31 March 2022	1,008,032

8 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Rent outstanding	1,844	3,239
Other debtors	29,412	135,880
	31,256	139,119

9 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	19,752	34,322
Taxation and social security	9,990	10,623
Other creditors	18,145	28,492
	47,887	73,437

10 Creditors: amounts falling due after more than one year

	2023 £	2022 £
Other creditors	140,329	142,674

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

10 Creditors: amounts falling due after more than one year (Continued)

In accordance with the requirements of FRS 102 grants received from Homes England (previously the Homes and Communities Agency) are held within creditors as deferred grants and amortised over the useful life of the properties.

11 Housing stock	2023	2022
Housing accommodation - number of bed spaces		
Units under development	-	-
	<u> </u>	<u> </u>
Units in management	33	33
	<u> </u>	<u> </u>

12 Members' liability

The Society is a company is limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding £1.

The members of the Society are the Executive Committee and the sub-committees. The total number of members at 31 March 2023 was 6 (2022 - 7)

13 Payments to members, committee members, officers etc

	2023 £	2022 £
Fees, remuneration or expenses payable to:		
Members of the Society who were neither members of the Executive Committee nor employees of the Society	-	-
	<u> </u>	<u> </u>
Members of the Executive Committee of the Society who were neither officers nor employees of the Society	-	-
	<u> </u>	<u> </u>
Officers of the Society who were not employees	-	-
	<u> </u>	<u> </u>

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

14 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2023	2022
£	£
67,129	88,532
<u>67,129</u>	<u>88,532</u>

15 Capital commitments

There were no financial commitments at the year end (2022 nil).

16 Non-audit services provided by auditor

In common with many businesses of our size and nature we use our auditor to assist with the preparation of the financial statements.

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED

FOR THE YEAR ENDED 31 MARCH 2023

		2023		2022
	£	£	£	£
Income				
Residents' fees		1,139,889		1,057,865
Respite fees		15,050		13,838
		<u>1,154,939</u>		<u>1,071,703</u>
Other operating income				
Rent receivable	-		400	
Donations	10,120		110,370	
Government grants receivable and released	2,345		2,345	
Other Coronavirus funding - WBC	480		48,164	
Employment allowance	5,000		4,000	
		<u>17,945</u>		<u>165,279</u>
House operating expenses				
Wages and salaries	570,286		514,682	
Social security costs	40,042		34,036	
Staff training	7,028		7,131	
Staff pension costs defined contribution	9,593		8,517	
Agency caring services and nursing	9,543		-	
Food	41,157		38,545	
Rent re operating leases	19,924		16,519	
Water rates and council tax	11,182		11,062	
Cleaning inc. PPE costs	16,529		27,181	
Gardening costs	2,998		2,677	
Power, light and heat	25,835		27,361	
Property repairs and maintenance	24,131		44,379	
Insurance	11,281		10,571	
Telecommunications	2,125		2,369	
Residents' entertaining	3,791		4,520	
Sundry expenses	538		1,346	
CQC subscription	5,023		5,023	
Depreciation on household furniture and equipment	9,644		6,719	
Loss on obsolete tangible assets	2,711		596	
		<u>(813,361)</u>		<u>(763,234)</u>
Balance carried forward		359,523		473,748

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

	2023	2022
£	£	£
Balance brought forward	359,523	473,748
Administrative expenses		
Wages and salaries	91,963	87,233
Social security costs	7,108	6,303
Staff pension costs defined contribution	1,618	1,511
Health insurance	3,056	2,955
Rent re operating leases	3,362	4,419
Computer running costs	9,411	6,631
Travelling expenses	116	378
National affiliation fee	7,739	10,736
Legal and professional - Ellis Whittam	5,445	5,000
Legal and professional - Financial Planning	1,500	2,625
Legal and professional - re Elliot House	6,510	7,768
Legal and professional - employment matters	504	-
Legal and professional - Acton health & safety	6,284	5,847
Rathbones management fees	7,659	6,987
Non audit remuneration paid to auditors	1,080	-
Audit fees	6,240	6,360
Bank charges	260	245
Bad and doubtful debts	(4,698)	10
Contributions towards residents' fees	100,006	122,251
Printing and stationery	2,665	3,685
Advertising	9,110	7,350
Telecommunications	297	428
Sundry expenses	2,358	3,548
Depreciation	946	976
	(270,539)	(293,246)
Operating surplus	88,984	180,502
Investment revenues		
Bank interest received	1,003	507
Dividends from investments measured at fair value	25,528	18,477
	26,531	18,984
Balance carried forward	115,515	199,486

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

	£	2023 £	£	2022 £
Balance brought forward		115,515		199,486
Other gains and losses				
Increase/(decrease) in value of investments measured at fair value	(69,227)		27,666	
Profit/(Loss) on disposal of investments measured at fair value	(2,261)		(1,923)	
		(71,488)		25,743
Surplus for the year		44,027		225,229

Accounts

Company registration number 00784499 (England and Wales)

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

COMPANY INFORMATION

Directors Mr N J Farmer (Chairman)
Mrs L Hitchcox
Ms J Hyndman
Ms S Leech
Mr C Stringer
Mr A Yarwood

Company number 00784499

Charity number 233269

Registered office Seafield House
17 Darmonds Green
West Kirby
Wirral
CH48 5DT

Auditor Lonsdale & Marsh
7th Floor
Cotton House
Old Hall Street
Liverpool
L3 9TX

Bankers Barclays Bank plc
22 Grange Road
West Kirby
Wirral
CH48 4HE

Solicitors Oliver & Co
Douglas House
117 Foregate Street
Chester
CH1 1LE

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

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THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE

FOR THE YEAR ENDED 31 MARCH 2022

The Executive Committee, the members of which are also directors for the purposes of company law, submits its 58th annual report together with the audited financial statements for the year ended 31 March 2022.

Objectives and activities for public benefit

The principal activity of the Society, as determined by its memorandum of association, is to provide accommodation, care and companionship for lonely frail elderly people in accordance with the aims and principles of The Abbeyfield Society Limited. There has been no change in the activities of the Society during the year.

The Executive Committee refer to the Charity Commission's general guidance on public benefit when reviewing the Society's aims and objectives and in planning future activities. In particular the Committee consider how planned activities will contribute to the aims and objectives they have set and how these will benefit the recipients in accordance with the aims and principles of the Society.

Status

The Society is a company limited by guarantee (number 00784499), having no share capital, and with solely charitable objectives and is registered as a charity (number 233269).

It is registered with Homes England (formerly the Homes and Communities Agency) as a registered provider of social housing (number H2854).

The Society is governed by a Memorandum and Articles of Association and was incorporated on 13th December 1963.

Organisation

The Articles of Association govern the appointment of the executive committee, which is charged with the management of the Society in furtherance of its principal activity, fund management and financial affairs generally. The executive committee shall consist of not less than three and not more than twenty six members. The executive committee has the power to appoint executive committee members to fill a casual vacancy. One third of the executive committee members must retire by rotation each year but are eligible for re-election. There are sub-committees relating to Operations and Finance and at least one member of the executive committee is a member of each sub-committee. Sub-committees report to the executive committee where decisions are made

The Society is a member of The Abbeyfield Society to which it pays an annual affiliation fee.

Executive committee

The members who held office during the year and up to the date of signature of the financial statements were as follows:

Mrs L M Guratsky	(Resigned 1 January 2022)
Mr N J Farmer (Chairman)	
Mrs L Hitchcox	
Ms J Hyndman	
Ms S Leech	
Mr C Stringer	
Mr A Yarwood	

In accordance with the Society's Articles of Association Mr A Yarwood and Ms S Leech retire by rotation and, being eligible, offer themselves for re-election at the forthcoming annual general meeting.

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Review of activities and achievements during the year

The year proved, once again, to be particularly challenging, with Covid restrictions affecting all aspects of our work, but the Trustees are pleased to present a positive report.

We have continued to provide a holistic approach to care and a friendly, personal service meeting the needs of our residents, through the delivery of high-quality person-centred care and support. At Abbeyfield, we provide the best quality care with comfort, dignity, respect and the promotion of independence, always being at the heart of the service.

We are proud of the exceptional services and environment enjoyed by our residents and provided by our dedicated, committed and passionate staff, who are on duty 24 hours a day 7 days a week.

Building on our good relations with the local authority and our GPs, the Society has continued to operate at approximately 90% occupancy even during the later stages of the pandemic. With extremely strict adherence to Covid containment measures, the Society managed to avoid any deaths from the virus during the year. The Trustees once again wish to record their gratitude to all the staff for their unwavering commitment to the care of our residents during this difficult period.

Having a consistent and valued team who have a passion to deliver the highest of quality care and support, is incredibly important for Abbeyfield – not just because we want the residents to be happy and engaged within the care home but also because it helps us to build better relationships with our residents and the wider community. The experience of our team members enables them to understand the ethos and objectives of the care home and to better serve the needs of our residents.

We invest in our staff development with training and learning and development opportunities. Our team members have regular supervisions and an annual appraisal where management and team members can discuss the team member's needs, their objectives and what support or training is required to enable them to fulfill those objectives.

We are very proud to be 90% compliant with our training, ensuring that our teams are both engaged in the training we provide and fully understand our regulatory, environmental and operational requirements.

Team members are encouraged to take on additional roles and responsibilities. This can be anything that supports the further development of the team member, the resident or the care home - for instance being a 'Staff Lead or Champion' for safeguarding, health and safety, dementia or end of life care.

As we begin to move out of the pandemic, many of the restrictions on visiting Lear House have been lifted and we are moving back to pre-pandemic levels of activities and entertainments which has been welcomed by both the residents and their relatives.

We have a full-time activities coordinator to keep our residents busy every day. Activities can range from trips out to local attractions, gardening, shopping, coffee and quiz mornings, French lessons, arts and crafts, cocktail evenings and music events. We also celebrate national and local events such as the recent Platinum Jubilee where we enjoyed entertainment and afternoon tea in the garden. We cater for all tastes and we listen to suggestions from our residents, their families and our teams, so our list of activities is always adapting to meet the needs of the residents, their families and the local community.

At Abbeyfield we are constantly looking for ways to improve our environment and with the help of some much-appreciated donations, during the last year, we have refurbished our lounge and dining areas, also installing a new downstairs toilet. We have now started work refurbishing our communal bathrooms to ensure they meet the needs of our residents.

During the pandemic we worked incredibly hard to keep our residents in touch with their families by building a visiting pod and organising visits, along with numerous virtual calls, keeping everyone in touch on Facebook with regular updates on what was happening. This was extremely popular and important for both the morale of the residents and the team members. We conducted a residents' survey and were very pleased to score highly for resident satisfaction and how we managed the pandemic restrictions whilst enabling them to maintain contact with loved ones.

We have seen the use of technology increase by our residents, in order to keep in touch with families, so we are planning on upgrading our WiFi in order to provide the best service possible.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

With the pandemic hopefully now having a much lesser impact on care, the Trustees are looking to the future and to the potential to develop both Lear House and Elliot House to provide more opportunities to support older people. Following a selection process, the Trustees agreed to work with Paddock Johnson, a local firm of architects, and to develop plans to create more rooms for residential care and improve the long-term viability of the Society. The intention is to create a further ten residential rooms which will significantly increase the Society's potential income and provide greater sustainability, without compromising our extremely high standard of care to our residents. To date £7,767 has been spent on initial ground surveys. It is hoped that outline plans for development will be shown to the Executive Board later this year.

Financial performance for the year was strong with an income of £1,017,703 (2020/21 £881,239) with a surplus of £225,229 (2020/21 £124,673).

Throughout the pandemic restrictions the Trustees continued to maintain close contact and financial oversight with regular remote meetings via Zoom. They would particularly like to express their gratitude to the Society's General Manager, Ailsa Wright, and her team, for their professional and caring management of the Society during these challenging times.

In December 2021 Lesley Guratsky announced her retirement from the Society. Lesley has volunteered for the Society for nearly thirty years and was appointed a Director and Trustee in 2005. Lesley has been a driving force in pursuing the highest possible standards of care and support for our residents. Extremely popular with staff, residents, visitors and her fellow Trustees, Lesley will be greatly missed and we wish her a long, happy, and healthy retirement.

Jane Hyndman, who joined as a Director and Trustee in 2014, and always expressed an intention to serve for only six years, has also given notice of her intention to resign in 2022. Jane has provided invaluable support on both legal and governance matters in particular. The Trustees are incredibly grateful for her support through a particularly challenging period. The Society is now actively looking to recruit additional Trustees.

Demand for rooms in Lear house remains strong. As a charity, any profits made by Abbeyfield feed directly back into the care home to allow constant improvement of our environment, our teams and the care of the residents.

We manage this very successfully and the engagement between our team members, our residents, their families and the wider community means we are well known and have become a desirable place to stay and live for our elderly residents, not just within the Wirral, but across the country. We promote our services and activities via social channels while our residents and their families ensure that our reputation is promoted via word of mouth. We would like to thank everyone who contributes to Abbeyfield and Lear House being a great place to live and work.

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Reserves and investment policies

The Society has always used its surplus free reserves - being funds not comprised of fixed assets or other designated reserves - to help fund the cost of improvements to the services and support provided to residents including helping to fund, in the past, the implementation and completion of housing property projects.

The aim of the Society is to have day to day running costs which will be funded by amounts received in respect of residents' charges.

The Executive Committee continues to review its reserves policy and has concluded that a level of free reserves of £370,000 (2021 - £370,000) is appropriate. This amount equates to approximately four months of normal expenditure requirements. The Committee considers that the level of free reserves is satisfactory.

Internal financial control

The Executive Committee acknowledges that it is responsible for the Society's system of internal financial control, which can only provide reasonable and not absolute assurance against material misstatement or loss.

All expenditure is controlled by the General Manager with the exception of specialist health care supplies which are authorised by the Care Manager. The General Manager, with the help of the bookkeeper, consolidates all the expenditure into monthly reports to produce internal management information. The management information and underlying data are reviewed regularly by the Executive Committee at their meetings and compared to budgets prepared at the beginning of each financial year.

Before the end of each year the management information is utilised to provide updated projected figures for the year and also to provide projected figures for the following year. These projections are prepared by management and reviewed by the Executive Committee. The Executive Committee monitors the actual expenditure and compares this to the budgeted expenditure. All major items of expenditure, whether or not anticipated by the Society's budgets, are approved by the Executive Committee and dealt with by the Society's Head Office. The Executive Committee meets at least quarterly to manage the running of the Society and to ensure that we pursue developments in our services which will continue to meet the needs of older people, both now and in the future. The Executive Committee reviews its procedures on an annual basis.

Risk management

The Executive Committee has overall responsibility for ensuring that the Society has appropriate systems of controls, financial and otherwise. The systems of financial controls are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include an annual budget, approved by the Executive Committee, monthly reviews of actual results and variances from budget, and delegation of authority and segregation of duties as far as possible given staffing levels.

The Executive Committee has assessed the major risks to which the Society is exposed, in particular those related to the operations, finances and strategies of the Society, and is satisfied that systems are in place to mitigate exposure to the major risks.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Statement of Executive Committee responsibilities

The Executive Committee are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the Executive Committee to prepare financial statements for each financial year. Under that law the Executive Committee have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Executive Committee 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 Society and of the surplus or deficit of the Society for that period. In preparing these financial statements, the Executive Committee are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Executive Committee are responsible for keeping adequate accounting records that are sufficient to show and explain the Society's transactions and disclose with reasonable accuracy at any time the financial position of the Society and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Housing and Regeneration Act 2008. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

In accordance with the Society's articles, a resolution proposing that Lonsdale & Marsh be reappointed as auditor of the Society will be put at a General Meeting.

Statement of disclosure to auditor

So far as each person who was a Trustee at the date of approving this report is aware, there is no relevant audit information of which the Society's auditor is unaware. Additionally, the Trustees individually have taken all the necessary steps that they ought to have taken as Trustees in order to make themselves aware of all relevant audit information and to establish that the Society's auditor is aware of that information.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board



Mr N.J Farmer (Chairman)
Director

1 September 2022

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

Opinion

We have audited the financial statements of The Abbeyfield Hoylake & West Kirby Society Limited (the 'company') for the year ended 31 March 2022 which comprise the statement of income and retained earnings, the balance sheet and notes to the financial statements, including 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 company's affairs as at 31 March 2022 and of its surplus 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 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 directors' 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 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 directors with respect to going concern are described in the relevant sections of this report.

Other information

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

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

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Executive Committee's report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Executive Committee were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Executive Committee's report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the Executive Committee's responsibilities statement, the Trustees 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 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 intends to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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.

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Society and determined that the most significant are those that relate to the Care Quality Commission requirements and those laws and regulations that have a direct impact on the financial statements such as the Companies Act 2006.

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

- the engagement partner ensured the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- discussions with senior management;
- identified laws and regulations were communicated within the audit team who remained alert to instances of non-compliance throughout the audit.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including override of controls) and addressed the risk through:

- making enquires of those charged with governance as to their knowledge of actual, suspected and alleged instances of fraud;
- considering the internal controls in place to mitigate the risks of fraud.

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

- agreeing financial statement disclosures to underlying supporting documentation;
- reviewing the minutes of meetings of those charged with governance;
- reviewing correspondence with professional advisors;
- reviewing for any transactions undertaken with related parties such as those charged with governance and/or directors;
- checking expenses are bona fide transactions of the Society.

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 regulations. 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 is available on the Financial Reporting Council's website at: <https://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 Society'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 Society'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 Society and the Society's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Elaine Frances McElroy (Senior Statutory Auditor)
For and on behalf of Lonsdale & Marsh

1 September 2022

Chartered Accountants
Statutory Auditor

7th Floor
Cotton House
Old Hall Street
Liverpool
L3 9TX

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	2021 £
Income	3	1,071,703	881,239
House operating costs		(763,234)	(786,772)
Administrative expenses		(293,246)	(234,938)
Other operating income		165,279	173,926
Operating surplus	4	180,502	33,455
Interest receivable and similar income		18,984	13,494
Increase/(decrease) in fair value of investments		25,743	77,724
Surplus before taxation		225,229	124,673
Tax on surplus		-	-
Surplus for the financial year		225,229	124,673
Retained earnings brought forward		3,309,439	3,184,766
Retained earnings carried forward		3,534,668	3,309,439

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	6	2,049,927		2,017,708	
Investments	7	1,008,032		570,797	
		<u>3,057,959</u>		<u>2,588,505</u>	
Current assets					
Debtors	8	139,119		38,813	
Cash at bank and in hand		553,701		894,133	
		<u>692,820</u>		<u>932,946</u>	
Creditors: amounts falling due within one year	9	(73,437)		(66,993)	
Net current assets			619,383		865,953
Total assets less current liabilities			<u>3,677,342</u>		<u>3,454,458</u>
Creditors: amounts falling due after more than one year	10		(142,674)		(145,019)
Net assets			<u>3,534,668</u>		<u>3,309,439</u>
Reserves					
Income and expenditure account			<u>3,534,668</u>		<u>3,309,439</u>

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

The financial statements were approved by the Executive Committee and authorised for issue on 1 September 2022 and are signed on its behalf by:

Ms S Leech 
Director

Mr C Stringer
Director



Company Registration No. 00784499

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Company Information

The Abbeyfield Hoylakes & West Kirby Society Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Seaford House, 17 Darmonds Green, West Kirby, Wirral, CH48 5DT.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

The Society's turnover principally comprises residents' charges receivable from houses, donations received from third parties and investment income.

1.3 Income and expenditure

Income and expenses are included in the financial statements as they become receivable or due.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	100 years but see below
Land and buildings Leasehold	all land - nil
Fixtures, fittings & equipment	20% and 30% reducing balance

Freehold land is not depreciated on account of its indefinite useful life.

Financial Reporting Standard 102 states that all assets must be depreciated. The depreciable amount of an asset is calculated as cost less residual value. Under FRS 102 residual values are based on the price which an entity would currently obtain if it were to dispose of the asset less the estimated costs of disposal. The Committee have reviewed the policy on depreciation and consider that the current residual value of the properties is in excess of the costs and as such a provision for depreciation is not required.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Housing properties acquired (including land) on the open market are stated at cost less depreciation and impairment where applicable.

The cost of housing freehold land and property represents their purchase price and any directly attributable costs of acquisition. All invoices and architect's certificates relating to capital expenditure are included in the financial statements at the gross value provided that the expenditure incurred on the architect's certificates was completed by the end of the accounting year.

Directly attributable costs of construction includes capitalised interest calculated, on a proportional basis, using finance costs on borrowing which has been drawn in order to finance the relevant construction or acquisition.

Expenditure on major refurbishment to properties is capitalised where the works increase the net rental stream over the life of the property. An increase in the net rental stream may arise through an increase in the net rental income, a reduction in future maintenance costs, or a subsequent extension in the life of the property.

All other repair and replacement expenditure is charged to the Statement of Income.

1.5 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.7 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.8 Financial Instruments

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

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, less any impairment.

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

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.9 Taxation

The company is exempt from corporation tax, it being a company not carrying on a business for the purposes of making a profit.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

If material the cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

The Society operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable. The assets of the scheme are held separately from those of the Society in an independently administered fund.

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.13 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Government grants relating to turnover are recognised as income over the periods when the related costs are incurred. Grants relating to an asset are recognised in income systematically over the asset's expected useful life. If part of such a grant is deferred it is recognised as deferred income rather than being deducted from the asset's carrying amount.

1.14 Monetary donations

Income from donations and legacies is accounted for on a receivable basis when it is more likely than not that the economic benefits will flow to the Society and the amount of the income can be measured reliably.

1.15 Cash flows

The Society has taken advantage of the disclosure exemption in FRS 102 not to prepare a cash flow statement.

2 Judgements and key sources of estimation uncertainty

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

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

3 Income from residential charges

	2022	2021
Potential residential income	1,144,808	1,261,956
Losses arising from vacancies etc.	(73,105)	(380,717)
	<u>1,071,703</u>	<u>881,239</u>

Whilst undertaking investigation work with Paddock Johnson, on the possible development and linking of Elliot House with Lear House, the Trustees have decided not to use the rooms within Elliot House for the foreseeable future. The potential residential income, as stated above, does not include income from these rooms. The units in management, disclosed in Note 11, do include these rooms as they are registered with CQC,

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

4 Operating surplus

	2022 £	2021 £
Operating surplus for the year is stated after charging/(crediting):		
Government grants	(50,509)	(61,624)
Fees payable to the company's auditor for the audit of the company's financial statements	6,360	6,000
Depreciation of owned tangible fixed assets	7,695	4,586
Loss on disposal of tangible fixed assets	596	653
Operating lease charges	20,938	21,662
	<u> </u>	<u> </u>

5 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2022 Number	2021 Number
Housing, support and care	37	36
Administration	5	5
	<u> </u>	<u> </u>
	42	41
	<u> </u>	<u> </u>

Their aggregate remuneration comprised:

	2022 £	2021 £
Wages and salaries	601,915	655,270
Social security costs	40,339	48,412
Pension costs	10,028	12,093
	<u> </u>	<u> </u>
	652,282	715,775
	<u> </u>	<u> </u>
Redundancy payments made or committed	-	-
	<u> </u>	<u> </u>

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

6 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 April 2021	1,994,988	126,571	2,121,559
Additions	15,443	25,067	40,510
Disposals	-	(9,048)	(9,048)
At 31 March 2022	2,010,431	142,590	2,153,021
Depreciation and Impairment			
At 1 April 2021	-	103,851	103,851
Depreciation charged in the year	-	7,695	7,695
Eliminated in respect of disposals	-	(8,452)	(8,452)
At 31 March 2022	-	103,094	103,094
Carrying amount			
At 31 March 2022	2,010,431	39,496	2,049,927
At 31 March 2021	1,994,988	22,720	2,017,708

7 Fixed asset investments

	2022 £	2021 £
Investments	1,008,032	570,797

Fixed asset investments revalued

The listed investments are included in the financial statements at market value. The investment portfolio is managed by Rathbones Investment Management. The portfolio has been constructed in accordance with the Trustees' instructions regarding investment objectives and risk level. At the year end the cost of the investments was £954,674 (2021 £546,331).

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

7 Fixed asset investments (Continued)

Movements in fixed asset investments

	Investments other than loans £
Cost or valuation	
At 1 April 2021	570,797
Additions	504,752
Valuation changes	27,666
Disposals	(101,852)
Movement on income and capital accounts	6,669
At 31 March 2022	1,008,032
Carrying amount	
At 31 March 2022	1,008,032
At 31 March 2021	570,797

8 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Rent outstanding	3,239	6,006
Other debtors	135,880	32,807
	139,119	38,813

9 Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	34,322	40,982
Taxation and social security	10,623	9,864
Other creditors	28,492	16,147
	73,437	66,993

10 Creditors: amounts falling due after more than one year

	2022 £	2021 £
Other creditors	142,674	145,019

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

10 Creditors: amounts falling due after more than one year (Continued)

In accordance with the requirements of FRS 102 grants received from Homes England (previously the Homes and Communities Agency) are held within creditors as deferred grants and amortised over the useful life of the properties.

11 Housing stock	2022	2021
Housing accommodation - number of bed spaces		
Units under development	-	-
Units in management	33	33

12 Members' liability

The Society is a company limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding £1.

The members of the Society are the Executive Committee, the sub-committees and the house committees. The total number of members at 31 March 2022 was 6 (2021 - 7)

13 Payments to members, committee members, officers etc

	2022 £	2021 £
Fees, remuneration or expenses payable to:		
Members of the Society who were neither members of the Executive Committee nor employees of the Society	-	-
Members of the Executive Committee of the Society who were neither officers nor employees of the Society	-	-
Officers of the Society who were not employees	-	-

14 Capital commitments

There were no financial commitments at the year end (2021 nil).

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

15 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2022	2021
£	£
88,532	121,182
<u>88,532</u>	<u>121,182</u>

16 Non-audit services provided by auditor

In common with many businesses of our size and nature we use our auditor to assist with the preparation of the financial statements.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED

FOR THE YEAR ENDED 31 MARCH 2022

		2022		2021
	£	£	£	£
Income				
Residents' fees		1,057,865		865,096
Respite fees		13,838		1,000
NHS contract - Elliot House		-		15,143
		<u>1,071,703</u>		<u>881,239</u>
Other operating income				
Rent receivable	400		3,730	
Donations	110,370		104,572	
Government grants receivable and released	2,345		2,345	
Coronavirus job retention scheme grant	-		15,589	
Other Coronavirus funding - WBC	48,164		43,690	
Employment allowance	4,000		4,000	
		<u>165,279</u>		<u>173,926</u>
House operating expenses				
Wages and salaries	514,682		559,938	
Social security costs	34,036		41,005	
Staff training	7,131		3,393	
Staff pension costs defined contribution	8,517		10,549	
Food	38,545		33,953	
Rent re operating leases	16,519		16,078	
Water rates and council tax	11,062		13,443	
Cleaning inc. PPE costs	27,181		28,283	
Gardening costs	2,677		3,152	
Power, light and heat	27,361		27,925	
Property repairs and maintenance	44,379		22,742	
Insurance	10,571		12,318	
Telecommunications	2,369		2,135	
Residents' entertaining	4,520		2,747	
Sundry expenses	1,346		680	
CQC subscription	5,023		4,186	
Depreciation on household furniture and equipment	6,719		3,592	
Loss on obsolete tangible assets	596		653	
		<u>(763,234)</u>		<u>(786,772)</u>
Balance carried forward		473,748		268,393

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

	£	2022 £	£	2021 £
Balance brought forward		473,748		268,393
Administrative expenses				
Wages and salaries	87,233		95,332	
Social security costs	6,303		7,407	
Staff pension costs defined contribution	1,511		1,544	
Health insurance	2,955		2,144	
Rent re operating leases	4,419		5,584	
Computer running costs	6,631		6,658	
Travelling expenses	378		289	
National affiliation fee	10,736		10,630	
Legal and professional - Ellis Whittam	5,000		5,545	
Legal and professional - Financial Planning	2,625		375	
Legal and professional - Smith & Sons	-		775	
Legal and professional - re Elliot House	7,768		-	
Legal and professional - employment matters	-		300	
Legal and professional - Acton health & safety	5,847		5,864	
Rathbones management fees	6,987		4,496	
Audit fees	6,360		6,000	
Bank charges	245		251	
Bad and doubtful debts	10		-	
Contributions towards residents' fees	122,251		68,574	
Printing and stationery	3,685		3,720	
Advertising	7,350		6,036	
Telecommunications	428		621	
Sundry expenses	3,548		1,799	
Depreciation	976		994	
		(293,246)		(234,938)
Operating surplus		180,502		33,455
Investment revenues				
Bank interest received	507		691	
Dividends from investments measured at fair value	18,477		12,803	
		18,984		13,494
Balance carried forward		199,486		46,949

THE ABBEYFIELD HOYLAKE & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

	£	2022 £	£	2021 £
Balance brought forward		199,486		46,949
Other gains and losses				
Gain on sale of Hoyle Road	-		10,715	
Increase/(decrease) in value of investments measured at fair value	27,666		65,764	
Profit/(Loss) on disposal of investments measured at fair value	(1,923)		1,245	
		<u>25,743</u>		<u>77,724</u>
Surplus for the year		<u>225,229</u>		<u>124,673</u>

Accounts

for L & M.

FILE COPY

Company Registration No. 00784499 (England and Wales)

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

07 OCT 2021

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

COMPANY INFORMATION

Directors	Mrs L M Guratsky Mr N J Farmer (Chairman) Mrs L Hitchcox Ms J Hyndman Ms S Leech Mr C Stringer Mr A Yarwood	(Appointed 11 August 2020)
Secretary	Mr P G Fletcher	(Resigned 22 June 2021)
Company number	00784499	
Charity number	233269	
Registered office	Seaford House 17 Darmonds Green West Kirby Wirral CH48 5DT	
Auditor	Lonsdale & Marsh 7th Floor Cotton House Old Hall Street Liverpool L3 9TX	
Bankers	Barclays Bank plc 22 Grange Road West Kirby Wirral CH48 4HE	
Solicitors	Oliver & Co Douglas House 117 Foregate Street Chester CH1 1LE	

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

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THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE

FOR THE YEAR ENDED 31 MARCH 2021

The Executive Committee, the members of which are also directors for the purposes of company law, submits its 57th annual report together with the audited financial statements for the year ended 31 March 2021.

Objectives and activities for public benefit

The principal activity of the Society, as determined by its memorandum of association, is to provide accommodation, care and companionship for lonely frail elderly people in accordance with the aims and principles of The Abbeyfield Society Limited. There has been no change in the activities of the Society during the year.

The Executive Committee refer to the Charity Commission's general guidance on public benefit when reviewing the Society's aims and objectives and in planning future activities. In particular the Committee consider how planned activities will contribute to the aims and objectives they have set and how these will benefit the recipients in accordance with the aims and principles of the Society.

Status

The Society is a company limited by guarantee (number 00784499), having no share capital, and with solely charitable objectives and is registered as a charity (number 233269).

It is registered with Homes England (formerly the Homes and Communities Agency) as a registered provider of social housing (number H2854).

The Society is governed by a Memorandum and Articles of Association and was incorporated on 13th December 1963.

Organisation

The Articles of Association govern the appointment of the executive committee, which is charged with the management of the Society in furtherance of its principal activity, fund management and financial affairs generally. The executive committee shall consist of not less than three and not more than twenty six members. The executive committee has the power to appoint executive committee members to fill a casual vacancy. One third of the executive committee members must retire by rotation each year but are eligible for re-election. There are sub-committees relating to Operations and Finance and at least one member of the executive committee is a member of each sub-committee. Sub-committees report to the executive committee where decisions are made.

The Society is a member of The Abbeyfield Society to which it pays an annual affiliation fee.

Executive committee

The members who held office during the year and up to the date of signature of the financial statements were as follows:

Mrs L M Guratsky
Mr N J Farmer (Chairman)
Mrs L Hitchcox
Ms J Hyndman
Ms S Leech
Mr C Stringer
Mr A Yarwood

(Appointed 11 August 2020)

In accordance with the Society's Articles of Association Mr C Stringer and Mrs L Hitchcox retire by rotation and, being eligible, offer themselves for re-election at the forthcoming annual general meeting.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Review of activities and achievements during the year

Like every other business, our Society has faced an unprecedented year of extreme pressure in maintaining the safety of our residents and staff whilst the Coronavirus spread rapidly through the world. The Trustees would like to put on record their admiration and thanks for the way in which all staff members adapted to the very challenging conditions throughout the year. As a result of their dedication and the very strict adherence to the safety measures put in place by our General Manager and Care Manager, we can report that except for one very sad death from Coronavirus, our residents were kept safe and free from the virus.

The Trustees would also like to thank the relatives of our residents who, whilst frustrated by the lack of contact with their loved ones, understood and wholeheartedly supported our efforts to keep everyone safe.

As noted in last year's report Hoyle Road was supposed to be auctioned in May 2020. Because of the virus this was not possible at the time, but a sale was completed in November 2020 and Hoyle Road was sold for £675,000, which was at the upper end of the market valuation put on the property. £400,000 has since been invested in our portfolio managed by Rathbones with the remainder being held as liquid funds whilst the pandemic progresses. The Society is now in the process of deregistering as a social landlord which should be completed later in 2021.

Unfortunately, the appointment of Ruth Daniels as Care Manager was not successful, and Ruth left the Society in June 2020. Sarah Cavanagh, who has been a senior carer with the Society for a number of years was appointed as Care Manager in the summer, conditional on the appointment being confirmed by CQC, which has now been received.

In August 2020 Andrew Yarwood was appointed as a Director and Trustee of the Society. Andrew has extensive marketing experience in senior roles which will be valuable as we start to come out of the current restrictions.

This period has obviously been challenging for everyone in the sector in maintaining occupancy levels but with a current occupancy level of around 90% we believe the Society is performing very well.

Throughout the various lockdowns the Trustees were able to maintain a close overview of the Society's activities and regular meetings of both the Executive Committee and the Finance Committee were carried out via Zoom. A strategy sub-committee is now looking at possible structural developments to Lear House to increase its number of rooms. This Committee will report back to the Executive later in the year.

Financial results

The results for the year ended 31st March 2021 show a surplus for the year of £124,673 which includes an increase in the valuation of investments of £65,764, a profit on the disposal of Hoyle Road and investments of £10,715 and £1,245 respectively.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Reserves and investment policies

The Society has always used its surplus free reserves - being funds not comprised of fixed assets or other designated reserves - to help fund the cost of improvements to the services and support provided to residents including helping to fund, in the past, the implementation and completion of housing property projects.

The aim of the Society is to have day to day running costs which will be funded by amounts received in respect of residents' charges.

The Executive Committee continues to review its reserves policy and has concluded that a level of free reserves of £370,000 (2020 - £402,000) is appropriate. This amount equates to approximately four months of normal expenditure requirements. The Committee considers that the level of free reserves is satisfactory.

Internal financial control

The Executive Committee acknowledges that it is responsible for the Society's system of internal financial control, which can only provide reasonable and not absolute assurance against material misstatement or loss.

All expenditure is controlled by the General Manager with the exception of specialist health care supplies which are authorised by the Care Manager. The General Manager, with the help of the bookkeeper, consolidates all the expenditure into monthly reports to produce internal management information. The management information and underlying data are reviewed regularly by the Executive Committee at their meetings and compared to budgets prepared at the beginning of each financial year.

Before the end of each year the management information is utilised to provide updated projected figures for the year and also to provide projected figures for the following year. These projections are prepared by management and reviewed by the Executive Committee. The Executive Committee monitors the actual expenditure and compares this to the budgeted expenditure. All major items of expenditure, whether or not anticipated by the Society's budgets, are approved by the Executive Committee and dealt with by the Society's Head Office. The Executive Committee meets at least quarterly to manage the running of the Society and to ensure that we pursue developments in our services which will continue to meet the needs of older people, both now and in the future. The Executive Committee reviews its procedures on an annual basis.

Risk management

The Executive Committee has overall responsibility for ensuring that the Society has appropriate systems of controls, financial and otherwise. The systems of financial controls are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include an annual budget, approved by the Executive Committee, monthly reviews of actual results and variances from budget, and delegation of authority and segregation of duties as far as possible given staffing levels.

The Executive Committee has assessed the major risks to which the Society is exposed, in particular those related to the operations, finances and strategies of the Society, and is satisfied that systems are in place to mitigate exposure to the major risks.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

REPORT OF THE EXECUTIVE COMMITTEE (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Statement of Executive Committee responsibilities

The Executive Committee are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the Executive Committee to prepare financial statements for each financial year. Under that law the Executive Committee have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Executive Committee 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 Society and of the surplus or deficit of the Society for that period. In preparing these financial statements, the Executive Committee are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Executive Committee are responsible for keeping adequate accounting records that are sufficient to show and explain the Society's transactions and disclose with reasonable accuracy at any time the financial position of the Society and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Housing and Regeneration Act 2008. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

In accordance with the Society's articles, a resolution proposing that Lonsdale & Marsh be reappointed as auditor of the Society will be put at a General Meeting.

Statement of disclosure to auditor

So far as each person who was a Trustee at the date of approving this report is aware, there is no relevant audit information of which the Society's auditor is unaware. Additionally, the Trustees individually have taken all the necessary steps that they ought to have taken as Trustees in order to make themselves aware of all relevant audit information and to establish that the Society's auditor is aware of that information.

Value for money metrics

In April 2018 the Regulator of Social Housing introduced a new Value for Money Standard. The Standard introduced a requirement for providers to publish a series of common metrics with which to measure economy, efficiency and effectiveness performance.

The Society only had one property which provided social housing. The property was closed during the financial year until November 2020, when it was sold. Therefore the metrics are not applicable to the Society.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board



Mr N J Farmer (Chairman)

Director

1 September 2021

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

Opinion

We have audited the financial statements of The Abbeyfield Hoylakes & West Kirby Society Limited (the 'company') for the year ended 31 March 2021 which comprise the statement of income and retained earnings, the balance sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 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 company's affairs as at 31 March 2021 and of its surplus 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 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 directors' 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 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 directors with respect to going concern are described in the relevant sections of this report.

Other information

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

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

We have nothing to report in this regard.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Executive Committee's report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Executive Committee were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Executive Committee's report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the Executive Committee's responsibilities statement, the Trustees 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 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 company or to cease operations, or have no realistic alternative but to do so.

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.

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.

THE ABBEYFIELD HOYLAK & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE ABBEYFIELD HOYLAK & WEST KIRBY SOCIETY LIMITED

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Society and determined that the most significant are those that relate to the Care Quality Commission requirements and those laws and regulations that have a direct impact on the financial statements such as the Companies Act 2006.

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

- the engagement partner ensured the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- discussions with senior management;
- identified laws and regulations were communicated within the audit team who remained alert to instances of non-compliance throughout the audit.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including override of controls) and addressed the risk through:

- making enquires of those charged with governance as to their knowledge of actual, suspected and alleged instances of fraud;
- considering the internal controls in place to mitigate the risks of fraud.

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

- agreeing financial statement disclosures to underlying supporting documentation;
- reviewing the minutes of meetings of those charged with governance;
- reviewing correspondence with professional advisors;
- reviewing for any transactions undertaken with related parties such as those charged with governance and/or directors;
- checking expenses are bona fide transactions of the Society.

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 regulations. 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 is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

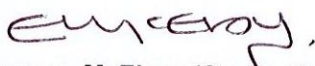
THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

Use of our report

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



Elaine Frances McElroy (Senior Statutory Auditor)
For and on behalf of Lonsdale & Marsh

1 September 2021

Chartered Accountants
Statutory Auditor

7th Floor
Cotton House
Old Hall Street
Liverpool
L3 9TX

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 £	2020 £
Income	3	881,239	1,132,279
House operating costs		(786,772)	(1,006,442)
Administrative expenses		(234,938)	(201,028)
Other operating income		173,926	11,516
Operating surplus/(deficit)	4	33,455	(63,675)
Interest receivable and similar income		13,494	8,858
Increase/(decrease) in fair value of investments		77,724	(55,222)
Surplus/(deficit) before taxation		124,673	(110,039)
Tax on surplus/(deficit)		-	-
Surplus/(deficit) for the financial year		124,673	(110,039)
Retained earnings brought forward		3,184,766	3,294,805
Retained earnings carried forward		3,309,439	3,184,766

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

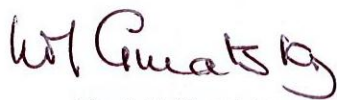
BALANCE SHEET

AS AT 31 MARCH 2021

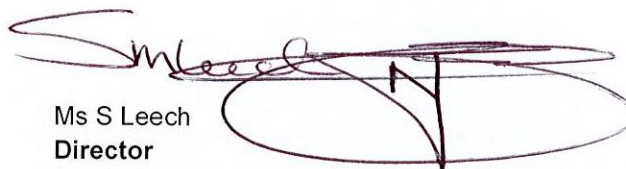
	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	6	2,017,708		2,662,852	
Investments	7	570,797		449,651	
		<u>2,588,505</u>		<u>3,112,503</u>	
Current assets					
Debtors	8	38,813		33,714	
Cash at bank and in hand		894,133		261,220	
		<u>932,946</u>		<u>294,934</u>	
Creditors: amounts falling due within one year	9	(66,993)		(72,962)	
Net current assets		<u>865,953</u>		<u>221,972</u>	
Total assets less current liabilities		<u>3,454,458</u>		<u>3,334,475</u>	
Creditors: amounts falling due after more than one year	10	(145,019)		(149,709)	
Net assets		<u>3,309,439</u>		<u>3,184,766</u>	
Reserves					
Income and expenditure account		<u>3,309,439</u>		<u>3,184,766</u>	

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

The financial statements were approved by the Executive Committee and authorised for issue on 1 September 2021 and are signed on its behalf by:



Mrs L M Guratsky
Director



Ms S Leech
Director

Company Registration No. 00784499

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Company information

The Abbeyfield Hoylakes & West Kirby Society Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Seaford House, 17 Darmonds Green, West Kirby, Wirral, CH48 5DT.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

The Society's turnover principally comprises residents' charges receivable from houses, donations received from third parties and investment income.

1.3 Income and expenditure

Income and expenses are included in the financial statements as they become receivable or due.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	100 years but see below
Land and buildings Leasehold	all land - nil
Fixtures, fittings & equipment	20% and 30% reducing balance

Freehold land is not depreciated on account of its indefinite useful life.

Financial Reporting Standard 102 states that all assets must be depreciated. The depreciable amount of an asset is calculated as cost less residual value. Under FRS 102 residual values are based on the price which an entity would currently obtain if it were to dispose of the asset less the estimated costs of disposal. The Committee have reviewed the policy on depreciation and consider that the current residual value of the properties is in excess of the costs and as such a provision for depreciation is not required.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Housing properties acquired (including land) on the open market are stated at cost less depreciation and impairment where applicable.

The cost of housing freehold land and property represents their purchase price and any directly attributable costs of acquisition. All invoices and architect's certificates relating to capital expenditure are included in the financial statements at the gross value provided that the expenditure incurred on the architect's certificates was completed by the end of the accounting year.

Directly attributable costs of construction includes capitalised interest calculated, on a proportional basis, using finance costs on borrowing which has been drawn in order to finance the relevant construction or acquisition.

Expenditure on major refurbishment to properties is capitalised where the works increase the net rental stream over the life of the property. An increase in the net rental stream may arise through an increase in the net rental income, a reduction in future maintenance costs, or a subsequent extension in the life of the property.

All other repair and replacement expenditure is charged to the Statement of Income.

1.5 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in surplus or deficit, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.7 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.8 Financial instruments

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

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, less any impairment.

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

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.9 Taxation

The company is exempt from corporation tax, it being a company not carrying on a business for the purposes of making a profit.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

If material the cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

The Society operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable. The assets of the scheme are held separately from those of the Society in an independently administered fund.

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.13 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Government grants relating to turnover are recognised as income over the periods when the related costs are incurred. Grants relating to an asset are recognised in income systematically over the asset's expected useful life. If part of such a grant is deferred it is recognised as deferred income rather than being deducted from the asset's carrying amount.

1.14 Monetary donations

Income from donations and legacies is accounted for on a receivable basis when it is more likely than not that the economic benefits will flow to the Society and the amount of the income can be measured reliably.

1.15 Cash flows

The Society has taken advantage of the disclosure exemption in FRS 102 not to prepare a cash flow statement.

2 Judgements and key sources of estimation uncertainty

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

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

3 Income from residential charges

	2021	2020
Potential residential income	1,261,956	1,456,912
Losses arising from vacancies etc.	(380,718)	(324,633)
	<u>881,239</u>	<u>1,132,279</u>

4 Operating surplus/(deficit)

	2021	2020
Operating surplus/(deficit) for the year is stated after charging/(crediting):	£	£
Government grants	(61,624)	(2,345)
Fees payable to the company's auditor for the audit of the company's financial statements	6,000	6,000
Depreciation of owned tangible fixed assets	4,586	3,899
Loss on disposal of tangible fixed assets	653	4,269
Operating lease charges	21,662	18,957
	<u></u>	<u></u>

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

5 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2021 Number	2020 Number
Housing, support and care	36	39
Administration	5	4
	<u>41</u>	<u>43</u>

Their aggregate remuneration comprised:

	2021 £	2020 £
Wages and salaries	655,270	702,947
Social security costs	48,412	51,129
Pension costs	12,093	11,482
	<u>715,775</u>	<u>765,558</u>
Redundancy payments made or committed	-	8,854

6 Tangible fixed assets

	Land and buildings £	Plant and machinery etc £	Total £
Cost			
At 1 April 2020	2,644,988	123,118	2,768,106
Additions	-	10,235	10,235
Disposals	(650,000)	(6,782)	(656,782)
At 31 March 2021	<u>1,994,988</u>	<u>126,571</u>	<u>2,121,559</u>
Depreciation and impairment			
At 1 April 2020	-	105,254	105,254
Depreciation charged in the year	-	4,586	4,586
Eliminated in respect of disposals	-	(5,989)	(5,989)
At 31 March 2021	<u>-</u>	<u>103,851</u>	<u>103,851</u>
Carrying amount			
At 31 March 2021	<u>1,994,988</u>	<u>22,720</u>	<u>2,017,708</u>
At 31 March 2020	<u>2,644,988</u>	<u>17,864</u>	<u>2,662,852</u>

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

7 Fixed asset investments

	2021 £	2020 £
Investments	570,797	449,651

Fixed asset investments revalued

The listed investments are included in the financial statements at market value. The investment portfolio is managed by Rathbones Investment Management. The portfolio has been constructed in accordance with the Trustees' instructions regarding investment objectives and risk level. At the year end the cost of the investments was £546,331 (2020 £492,968).

Movements in fixed asset investments

	Investments other than loans £
Cost or valuation	
At 1 April 2020	449,651
Additions	39,011
Valuation changes	65,764
Disposals	(8,817)
Income and capital accounts	25,188
At 31 March 2021	570,797
Carrying amount	
At 31 March 2021	570,797
At 31 March 2020	449,651

8 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Rents outstanding	6,006	1,914
Other debtors	32,807	31,800
	38,813	33,714

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

9 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	40,982	38,490
Taxation and social security	9,864	9,549
Other creditors	16,147	24,923
	<u>66,993</u>	<u>72,962</u>

10 Creditors: amounts falling due after more than one year

	2021 £	2020 £
Other creditors	145,019	149,709
	<u>145,019</u>	<u>149,709</u>

In accordance with the requirements of FRS 102 grants received from Homes England (previously the Homes and Communities Agency) are held within creditors as deferred grants and amortised over the useful life of the properties.

11 Housing stock

	2021	2020
Housing accommodation - number of bed spaces		
Units under development	-	-
	<u>-</u>	<u>-</u>
Units in management	33	43
	<u>33</u>	<u>43</u>

12 Members' liability

The Society is a company is limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding £1.

The members of the Society are the Executive Committee, the sub-committees and the house committees. The total number of members at 31 March 2021 was 7 (2020 - 9)

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

13 Payments to members, committee members, officers etc

During the year Mr C Stringer, a Trustee, received no monies (2020 - £2,645) for the provision of services in his capacity as a chartered surveyor.

	2021 £	2020 £
Fees, remuneration or expenses payable to:		
Members of the Society who were neither members of the Executive Committee nor employees of the Society	-	-
Members of the Executive Committee of the Society who were neither officers nor employees of the Society	-	-
Officers of the Society who were not employees	-	-

14 Capital commitments

There were no financial commitments at the year end (2020 nil).

15 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2021 £	2020 £
115,850	159,754

16 Non-audit services provided by auditor

In common with many businesses of our size and nature we use our auditor to assist with the preparation of the financial statements.

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED

FOR THE YEAR ENDED 31 MARCH 2021

	£	2021 £	£	2020 £
Income				
Residents' fees		865,096		878,804
Respite fees		1,000		37,286
WBC contract - Elliot House		-		216,189
NHS contract - Elliot House		15,143		-
		881,239		1,132,279
Other operating income				
Rent receivable	3,730		3,552	
Donations	104,572		2,619	
Government grants receivable and released	2,345		2,345	
Coronavirus job retention scheme grant	15,589		-	
Other Coronavirus funding - WBC	43,690		-	
Employment allowance	4,000		3,000	
		173,926		11,516
House operating expenses				
Wages and salaries	559,938		615,877	
Social security costs	41,005		43,880	
Staff training	3,393		4,653	
Staff pension costs defined contribution	10,549		10,199	
Agency caring services and nursing	-		565	
Food	33,953		51,490	
Rent re operating leases	16,078		12,936	
Water rates and council tax	13,443		15,662	
Cleaning inc. PPE costs	28,283		23,450	
Gardening costs	3,152		6,217	
Power, light and heat	27,925		43,037	
Property repairs and maintenance	22,742		63,494	
Lear House hair salon/refurbishments	-		8,322	
Garden landscaping works	-		70,122	
Insurance	12,318		12,759	
Telecommunications	2,135		4,043	
Residents' entertaining	2,747		4,903	
Sundry expenses	680		2,138	
CQC subscription	4,186		5,126	
Depreciation on household furniture and equipment	3,592		3,300	
Loss on obsolete tangible assets	653		4,269	
		(786,772)		(1,006,442)
Balance carried forward		268,393		137,353

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

	£	2021 £	£	2020 £
Balance brought forward		268,393		137,353
Administrative expenses				
Wages and salaries	95,332		87,070	
Social security costs	7,407		7,249	
Staff pension costs defined contribution	1,544		1,283	
Redundancy costs - staff	-		8,854	
Health insurance	2,144		2,214	
Rent re operating leases	5,584		6,021	
Computer running costs	6,658		6,602	
Travelling expenses	289		757	
National affiliation fee	10,630		10,473	
Legal and professional - Ellis Whittam	5,545		5,855	
Legal and professional - property valuation	-		960	
Legal and professional - Financial Planning	375		750	
Legal and professional - Smith & Sons	775		-	
Legal and professional - employment matters	300		-	
Legal and professional - Acton health & safety	5,864		6,736	
Consultancy - Stringer Surveying	-		2,646	
Rathbones management fees	4,496		4,704	
Accountancy	-		1,200	
Audit fees	6,000		6,000	
Bank charges	251		258	
Contributions towards residents' fees	68,574		22,978	
Printing and stationery	3,720		3,774	
Advertising	6,036		9,897	
Telecommunications	621		927	
Sundry expenses	1,799		3,221	
Depreciation	994		599	
		(234,938)		(201,028)
Operating surplus/(deficit)		33,455		(63,675)
Investment revenues				
Bank interest received	691		1,051	
Other interest received - Rathbones	-		645	
Dividends from investments measured at fair value	12,803		7,162	
		13,494		8,858
Balance carried forward		46,949		(54,817)

THE ABBEYFIELD HOYLAKES & WEST KIRBY SOCIETY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT UNAUDITED(CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

	£	2021 £	£	2020 £
Balance brought forward		46,949		(54,817)
Other gains and losses				
Gain on sale of Hoyle Road	10,715		-	
Increase/(decrease) in value of investments measured at fair value	65,764		(44,929)	
Profit/(Loss) on disposal of investments measured at fair value	1,245		(10,293)	
		<u>77,724</u>		<u>(55,222)</u>
Surplus/(deficit) for the year		<u>124,673</u>		<u>(110,039)</u>

