

ABBAYFIELD RYDE SOCIETY LIMITED (THE)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

ABBNEYFIELD RYDE SOCIETY LIMITED (THE)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

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ABBNEYFIELD RYDE SOCIETY LIMITED (THE)

REPORT OF THE EXECUTIVE COMMITTEE

The Executive Committee submit their report and the financial statements for the year ended 31 March 2021.

Principal Activities

The principal activity of the Society continues to be the provision of accommodation for lonely and elderly people in accordance with the aims and principles of The Abbeyfield Society Limited. This activity falls wholly within hostel housing activities as defined in the Housing Act 1996.

Objectives

The objectives of the Society are to provide elderly people with an environment in which to live that allows them to be independent whilst having support when needed.

The Executive Committee is satisfied the Society has achieved its objectives in the year under review.

Status

The Society is registered under the Companies Act 2006 (registered number 862661) and is limited by guarantee. There are 7 members at 31 March 2021. The company is registered as a Charity (number 246364).

The Executive Committee

The Executive Committee who served during the year:

Mr B Dye	Chairman
Mrs J McNeal	House Chairman
Miss H O M Spurgeon	
Mrs R Fountain	
Mrs P Pont	
Mr S Raby	
Mrs S Bulwer	

Company Secretary:

Mrs H Smith

Method of Appointment

New Committee members are appointed by invitation and approval of the Executive Committee.

The Registered Office

2 Queens Road
Ryde
Isle of Wight
PO33 3BG

ABBEYFIELD RYDE SOCIETY LIMITED (THE)

REPORT OF THE EXECUTIVE COMMITTEE (continued)

Professional Advisors:

Independent Examiners	A H Cross & Co Chartered Accountants 16 Quay Street Newport Isle of Wight PO30 5BG
Bankers	Lloyds Bank plc 35 Union Street Ryde Isle of Wight PO33 2LE
Solicitors	Robinson Jarvis & Rolf 18 Melville Street Ryde Isle of Wight PO33 2AP
Investment Advisors	Charles Stanley & Co Ltd 55 Bishopsgate London EC2N 3AS

Recruitment and Appointment of New Trustees

From time to time the Society reviews the skills and abilities of the Trustees to ensure that there is adequate breadth of experience. Should this be lacking or if additional Trustees are required due to retirement, prospective Trustees are invited from the Membership to apply.

Induction and Training of Trustees

All Trustees are provided with the Abbeyfield Executive Guide and Memorandum and Articles of Association. Should additional skills be required external training would be sought.

Organisational Structure

Day to day running of the Society's affairs are conducted by the House Managers, who report to the Committee. The Trustees meet formally every other month and at additional times as required on an informal basis to deal with issues requiring their input.

Major Risks

The Committee confirm that all major risks identified have been assessed and systems implemented to manage those risks.

ABBNEYFIELD RYDE SOCIETY LIMITED (THE)

REPORT OF THE EXECUTIVE COMMITTEE (continued)

Achievements, Performance and Financial Review

The Society benefits from the achievements of the Committee in previous years providing a strong financial base. The Trustees main concerns are to provide a good quality environment for residents to live and employees to work, whilst balancing the financial constraints within budget and to comply with ever increasing legislation covering all aspects of the Society's operations.

The financial results for the year are set out in the Statement of Financial Activities on page 6, and the position at the end of the year is shown in the Balance Sheet on page 7. The detailed Hostel Property Revenue Account is presented on page 14.

The Statement of Financial Activities shows net incoming resources of £8,671 (2020 - £10,286). All resources received and expended are treated as unrestricted funds. Due to the exceptional situation caused by the coronavirus epidemic, the valuation of the investments at 31 March 2020 showed a substantial fall. The investments have recovered this year, and this has resulted in an overall surplus of £121,588 (2020 - deficit of £63,015).

The Committee considers that the state of the Society's affairs is satisfactory.

Investment Policy

Investment Policy is determined by the Finance Committee with the aim to ensure that any surplus funds, beyond a sensible working balance, are invested with assistance from an appropriate professional advisor.

Reserves

As at 31 March 2021 the reserves stood at: £1,497,921 (2020 - £1,376,333). The reserves include freehold land and buildings stated at cost less depreciation of £640,926 (2020 - £652,437).

The board of Trustees is satisfied that the charity's assets in the general fund are available and adequate to fulfil its obligations.

Independent Examiners

It was decided to re-appoint Messrs A H Cross & Co as Independent Examiners.

On behalf of the Executive Committee

.....  Chairman

..... Helen Smith Company Secretary

..... 19-7-21 Date

ABBNEYFIELD RYDE SOCIETY LIMITED (THE)

STATEMENT OF EXECUTIVE COMMITTEE MEMBERS' RESPONSIBILITIES

The Charities Act and the Companies Act require the Executive Committee members to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Society as at the end of the financial year and of the surplus or deficit of the Society for the year. In preparing those financial statements the Executive Committee is required to:

- select suitable accounting policies and then apply them consistently.
- make judgements and estimates that are reasonable and prudent.
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue in business.
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements.

The Executive Committee members are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the Society and which are sufficient to show and explain the Society's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations of under the Charities Act. 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.

The trustees are also responsible for the contents of the Report of the Executive Committee, and the responsibility of the independent examiner in relation to the Report of the Executive Committee is limited to examining the report and ensuring that, on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

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

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

ABBEYFIELD RYDE SOCIETY LIMITED (THE)

I report on the accounts of The Abbeyfield Ryde Society Limited for the year ended 31 March 2021, which comprise the Statement of Financial Activities, the Balance Sheet and the related notes.

Respective Responsibilities of Trustees and Examiner

The Charity's Trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The Trustees consider that the audit requirement of Section 144(2) of the Charities Act 2011 ("the Act") does not apply. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 145(5)(b) of the Act, whether particular matters have come to my attention.

Basis of Independent Examiner's Report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the Trustees and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the accounts have not been prepared in accordance with the Charities SORP (FRS102).

I have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



I S Henderson
Chartered Accountant
A H Cross & Co
16 Quay Street
Newport
Isle of Wight
PO30 5BG

2 August 2021

ABBNEYFIELD RYDE SOCIETY LIMITED (THE)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2021

	<u>Notes</u>	<u>2021</u>	<u>2020</u>
		£	£
INCOMING RESOURCES			
Incoming resources from operating activities in furtherance of the Charity's objects:			
Residents' charges		165,082	169,061
Investment income	5	28,385	33,496
Legacies and donations received		300	300
Rental income		2,200	2,400
Grants received	6	<u>2,755</u>	<u>-</u>
Total incoming resources		<u>198,722</u>	<u>205,257</u>
RESOURCES EXPENDED			
Charitable expenditure in furtherance of the Charity's objects:			
Repairs and maintenance		12,630	14,077
Service costs		155,742	156,969
Management and administration		<u>21,679</u>	<u>23,925</u>
Total resources expended		<u>190,051</u>	<u>194,971</u>
Net incoming resources		8,671	10,286
Unrealised gains/(losses) on investments	11	<u>112,917</u>	<u>(73,301)</u>
		121,588	(63,015)
Total funds brought forward		<u>1,376,333</u>	<u>1,439,348</u>
Total funds carried forward		<u>£1,497,921</u>	<u>£1,376,333</u>

All funds are unrestricted.

Approved by the Executive Committee as Trustees and Directors of the company

.....
Chairman

.....
Helen Smith
Company Secretary

19-7-21
.....
Date

BALANCE SHEET

AT 31 MARCH 2021

	<u>Notes</u>	<u>2021</u> £	<u>2020</u> £
TANGIBLE FIXED ASSETS			
<u>Housing Land and Buildings</u>	9		
Gross cost		797,007	797,007
Social Housing grant		(41,007)	(41,007)
Depreciation		<u>(115,074)</u>	<u>(103,563)</u>
Net book value		640,926	652,437
<u>Furnishings and Equipment</u>	10	<u>9,169</u>	<u>8,413</u>
		650,145	660,850
INTANGIBLE FIXED ASSETS			
Investments	11	<u>714,126</u>	<u>601,209</u>
TOTAL FIXED ASSETS		<u>1,364,221</u>	<u>1,262,059</u>
CURRENT ASSETS			
Cash at bank and in hand		142,729	117,159
CURRENT LIABILITIES			
Creditors: amounts falling due within one year	12	<u>(9,029)</u>	<u>(2,885)</u>
NET CURRENT ASSETS		<u>133,700</u>	<u>114,274</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£1,497,921</u>	<u>£1,376,333</u>
Represented by:			
UNRESTRICTED FUNDS	13	<u>£1,497,921</u>	<u>£1,376,333</u>


The Company is limited by guarantee and has no shareholders' funds.

The Directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that members have not required the company to obtain an audit in accordance with section 476 of the Act.

The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to Companies subject to the Small Companies regime.

Approved by the Executive Committee as Trustees and Directors of the company


.....
Chairman


.....
Company Secretary

19-7-21
.....
Date

ABBEYFIELD RYDE SOCIETY LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1. STATUS OF SOCIETY

The Society is wholly engaged in hostel activities as defined in the Housing Act 1996.

2. ACCOUNTING POLICIES

Accounting Basis

The financial statements have been prepared under the historical cost convention in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006, and include the results of the Society's operations which are described in the Report of the Executive Committee, all of which are continuing.

The Society has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement.

Incoming Resources

Incoming resources represent the total amount receivable by the society in the form of turnover, royalties, grants, legacies and donations. Turnover represents the rents receivable.

Monetary donations to the Society are credited to the Income and Expenditure Account on a receipts basis.

Investment Income

Bank interest and National Savings interest is included on an actual receipts basis.

Recognition of Liabilities

Liabilities are recognised on the accruals basis in accordance with normal accounting principles, modified where necessary in accordance with the guidance given in the SORP.

Resources Expended

Expenditure is accounted for on an accruals basis. Expenses are allocated to management, repairs and service costs on the basis of the proportion of time or other relevant factors attributable to the activities.

Stocks

These comprise catering stocks valued at cost; the replacement cost of stocks is not significantly different from the historical cost at which it is stated in the accounts.

ABBEYFIELD RYDE SOCIETY LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

2. ACCOUNTING POLICIES (continued)

Depreciation

Housing land and buildings SHG assisted schemes

- (i) Depreciation, as defined in (ii) below, is provided on the cost of freehold buildings;
- (ii) Depreciation is not charged on that portion of the cost which has qualified, or which will qualify for SHG;
- (iii) For that portion of the cost financed by borrowings or from the Society's own or other charitable resources, a charge is made to the hostel property revenue account for depreciation on buildings at ½% per annum on such cost.

Fixtures, Fittings and Equipment

Depreciation is charged on the reducing balance basis at 20%, 25% and 33% per annum.

General

A full depreciation charge is made on fixed assets in the year that the asset is brought into use and no charge is made in the year of disposal.

Fixed Assets

Assets donated to the Society are not included in the balance sheet; other assets are included at cost.

Allocation of Expenses

Expenses are allocated to management, repairs and service costs on the basis of the proportion of time or other relevant factors attributable to these activities.

Cash Flow Statement

The Society is exempt from producing a cash flow statement under FRS 1 by virtue of its qualifying as a small company.

Monetary Donations

Monetary donations to the society are credited to the income and expenditure account on a receipts basis.

Corporation Tax and VAT

The Society has charitable status and is exempt from Corporation Tax on the income it has received.

The Society is not registered for VAT. Accordingly no VAT is charged to residents, and expenditure in the income and expenditure account includes the relevant VAT.

Pensions

The Society operates a defined contribution pension scheme in accordance with the automatic enrolment requirements.

ABBNEYFIELD RYDE SOCIETY LIMITED(THE)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

3.	HOUSING STOCK	<u>2021</u>	<u>2020</u>
	Hostel accommodation – number of bed spaces	<u>15</u>	<u>15</u>
4.	OPERATING COSTS	<u>2021</u>	<u>2020</u>
		£	£
	Operating costs include:		
	Independent Examiner’s remuneration (including other services)	1,607	1,524
	Depreciation	<u>13,813</u>	<u>14,005</u>
		<u>£15,420</u>	<u>£15,529</u>
5.	INTEREST RECEIVABLE AND SIMILAR INCOME	<u>2021</u>	<u>2020</u>
		£	£
	Listed investment income	28,293	33,040
	Deposit account interest	<u>92</u>	<u>456</u>
		<u>£28,385</u>	<u>£33,496</u>
6.	GRANTS RECEIVED	<u>2021</u>	<u>2020</u>
		£	£
	HMRC – Job Retention Scheme Grants	2,139	-
	Infection Control Grant	<u>616</u>	<u>-</u>
		<u>£ 2,755</u>	<u>-</u>
7.	EMPLOYEES	<u>2021</u>	<u>2020</u>
		£	£
	Employee costs:		
	Salaries and wages	87,222	83,000
	Pension contributions	<u>586</u>	<u>706</u>
		<u>£87,808</u>	<u>£83,706</u>
	Average number of persons employed during the year including part-time employees:	<u>2021</u>	<u>2020</u>
	Hostel staff	<u>12</u>	<u>12</u>

ABBEYFIELD RYDE SOCIETY LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

8. PAYMENTS TO MEMBERS, COMMITTEE MEMBERS, OFFICERS, ETC

	<u>2021</u>	<u>2020</u>
	£	£
Fees, remuneration or expenses payable to members of the Society who were neither members of the Committee of Management, nor employees of the Society	Nil	Nil
Fees, remuneration or expenses payable to members of the Committee of Management of the Society who were neither officers nor employees of the Society	Nil	Nil
Fees, remuneration or expenses paid to officers of the Society	Nil	Nil
Payments or gifts made, or benefits granted, to the persons referred to in section 13 and 15 of the Housing Associations Act 1996	Nil	Nil

9. HOUSING LAND AND BUILDINGS
SHG Assisted Schemes – Freehold

	<u>2021</u>	<u>2020</u>
	£	£
<u>Cost – Completed Schemes</u>		
At 1 April 2020	797,007	786,817
Property improvements	<u>-</u>	<u>10,190</u>
At 31 March 2021	<u>797,007</u>	<u>797,007</u>
<u>Depreciation</u>		
At 1 April 2020	103,563	91,006
Charge for the period	<u>11,511</u>	<u>12,557</u>
At 31 March 2021	<u>115,074</u>	<u>103,563</u>
SOCIAL HOUSING GRANT	<u>41,007</u>	<u>41,007</u>
<u>Net Book Value</u>		
At 31 March 2021	<u>£640,926</u>	<u>£652,437</u>

ABBEYFIELD RYDE SOCIETY LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

10. FURNISHINGS AND EQUIPMENT

	<u>2021</u>	<u>2020</u>
	£	£
<u>Cost</u>		
At 1 April 2020	64,744	64,020
Additions	<u>3,058</u>	<u>724</u>
At 31 March 2021	<u>67,802</u>	<u>64,744</u>
<u>Depreciation</u>		
At 1 April 2020	56,331	54,883
Charge for the period	<u>2,302</u>	<u>1,448</u>
At 31 March 2021	<u>58,633</u>	<u>56,331</u>
<u>Net Book Value</u>		
At 31 March 2021	<u>£ 9,169</u>	<u>£ 8,413</u>

11. INVESTMENTS

	<u>2021</u>	<u>2020</u>
<u>Listed investments:</u>		
At 1 April 2020	601,209	674,510
Unrealised surplus/(deficit) on revaluation	<u>112,917</u>	<u>(73,301)</u>
	<u>£714,126</u>	<u>£601,209</u>
Historical cost at 1 April 2020	500,474	452,728
Cost of shares purchased	108,946	113,675
Cost of shares sold	<u>(121,766)</u>	<u>(65,929)</u>
Historical cost at 31 March 2021	<u>£487,654</u>	<u>£500,474</u>

12. CREDITORS

	<u>2021</u>	<u>2020</u>
Amounts falling due within one year:		
Sundry creditors	<u>£ 9,028</u>	<u>£2,885</u>

ABBNEYFIELD RYDE SOCIETY LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

13. RESERVES

The funds of the Charity are all for general purposes. They include an amount attributable to the unrealised gains/losses of the investment portfolio brought about by the revaluation of the investments each year.

	<u>General Reserve</u>	<u>Revaluation Reserve</u>	<u>Total</u>
At 1 April 2020	1,120,103	256,230	1,376,333
Net movement of funds	121,588	-	121,588
Transfer of revaluation	<u>(112,917)</u>	<u>112,917</u>	<u>-</u>
At 31 March 2021	<u>£1,128,774</u>	<u>£369,147</u>	<u>£1,497,921</u>

14. CONTINGENT LIABILITIES

There were no contingent liabilities at 31 March 2021 (2020 – nil).

15. CAPITAL COMMITMENTS

There were no capital commitments at 31 March 2021 (2020 – nil).

ABBEYFIELD RYDE SOCIETY LIMITED (THE)
DETAILED HOSTEL PROPERTY REVENUE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2021

	<u>2021</u>	<u>2020</u>
	£	£
RESIDENTIAL CHARGES RECEIVABLE	<u>165,082</u>	<u>169,061</u>
GROSS INVESTMENT INCOME		
Investment income and deposit account interest	<u>28,385</u>	<u>33,496</u>
OTHER INCOME		
Gifts and legacies	300	300
Rental income	2,200	2,400
Grants received	<u>2,755</u>	<u>-</u>
	<u>5,255</u>	<u>2,700</u>
TOTAL INCOME	<u>198,722</u>	<u>205,257</u>
EXPENDITURE – MANAGEMENT EXPENSES		
Insurance	4,550	4,504
Affiliation fees	4,789	4,718
Portfolio management fees	8,796	9,051
Examiner's fee (including other services)	1,607	1,524
Postage, printing and stationery	990	498
Advertising	656	2,442
Sundries	<u>291</u>	<u>1,188</u>
	<u>21,679</u>	<u>23,925</u>
MAINTENANCE OF PREMISES AND EQUIPMENT		
Cyclical repairs to property	5,618	9,660
Equipment repairs and renewals	<u>7,012</u>	<u>4,417</u>
	<u>12,630</u>	<u>14,077</u>
EXPENDITURE – SERVICE COSTS		
Food and household costs	22,912	25,230
Infection control costs	616	-
Staff wages and NIC	87,222	83,000
Pension contributions	586	706
Residents entertainments	590	991
Wightcare	5,219	5,147
Window cleaning	490	700
Garden maintenance	55	557
Water charges	2,348	2,875
Council tax	5,199	5,491
Heating and lighting	14,579	15,721
House telephones	1,567	1,228
TV licences	315	317
Sundry expenses	231	1,001
Depreciation	<u>13,813</u>	<u>14,005</u>
	<u>155,742</u>	<u>156,969</u>
OPERATING COSTS	<u>190,051</u>	<u>194,971</u>
HOSTEL PROPERTY OPERATING SURPLUS	<u>£ 8,671</u>	<u>£10,286</u>

