

REGISTERED COMPANY NUMBER: 00956345 (England and Wales)
REGISTERED CHARITY NUMBER: 260015

Report of the Trustees and
Financial Statements for the Year Ended 31 March 2023
for
THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

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for the Year Ended 31 March 2023**

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**Report of the Trustees
for the Year Ended 31 March 2023**

The Trustees (who are also directors for the purposes of the Companies Act) are pleased to present their annual directors' report together with the audited financial statements for the year ending 31 March 2023.

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") the Statement of Recommended Practice Accounting for Registered Social Housing Providers 2018 (Housing SORP), the Accounting Direction for Private Registered Providers of Social Housing 2019 and the Charities SORP "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 the Republic of Ireland (FRS 102)" (effective 1 January 2019).

Since the company qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Directors report) Regulations 2013 is not required.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal objectives and activities of the Society in the year under review are as stated in its Memorandum of Association, in accordance with Charity Commission Guidance and are as follows -

The Society is established for the public benefit for the following objects:-

- (1) The relief and care of elderly persons of all classes suffering from the disabilities of old age or otherwise in need.
- (2) The spreading of Christian principles to all human relationships and the application of humanitarian aims to promote the relief of the elderly.
- (3) To provide further education in the sphere of voluntary work, social work and similar activities so as to inculcate the principles of good citizenship.
- (4) Such other purposes recognised by English law as charitable as the Society shall determine from time to time.

Significant activities and public benefit

The Abbeyfield Southend Society Ltd. is aware of and takes note of the Charity Commission's requirements regarding its charitable purpose and its benefit to the public.

The Society maintains safe and affordable accommodation for elderly and frail elderly people who may also appreciate the companionship of other Residents and caring staff. The Society has three Sheltered Houses offering a total of 33 rooms, and a Registered Residential Care Home (St. Georges House) providing 24-hour care and support for up to 25 residents.

The Society's main source of income comes from the charges it makes to Residents for their accommodation and services. Residents mainly fully fund themselves but there is provision available for residents to be assisted by Housing Benefits or Social Care contracts.

The strategy to meet the Society's charitable purposes is defined and reviewed by its Trustees and senior staff, with input from other staff and residents themselves. It is a well-established fact that loneliness is of great concern to many elderly people and the Society does all that it can to help alleviate this worry. All aspects of Health and Safety and the provision of good accommodation are adhered to and the Society's presence and services are advertised to the local community. Prospective Residents are invited to inspect the Society's accommodation and are provided with an appropriate range of advice and documentation. In particular the availability of trained and experienced staff and Careline facilities are highlighted. The Society has links with the Local Authority and other organisations and groups.

**Report of the Trustees
for the Year Ended 31 March 2023**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Board of Trustees strive to achieve value for money in how it deals with income to ensure that the welfare of its Residents is always top priority. The Society's aims are to help alleviate loneliness, nurture community engagement with other providers and provide good quality employment for its staff.

This year saw the departure of our long term C.E.O. Sue Speakman, who retired and we wish her well in her retirement. On the 10th of May, Michelle Rogers joined Abbeyfield Southend as the new C.E.O. Our new C.E.O has made a lot of changes during the year to procedures and processes, all of which have had a positive effect within Head Office and the four houses.

As the Covid Pandemic receded, the voids at St.Georges started to drop which had a positive effect on income.

In October after a visit from C.Q.C. St. Georges' rating was changed from "requires improvement" to "good" which was down to all the hard work and changes made by our new C.E.O., her team at St. Georges and also the support of the Head Office team. Although the Registered Manager was still on maternity leave, the new C.E.O. and the Support Manager became managerial support for St.Georges. Both are fully qualified to undertake this position. This additional work was exhausting to both and the Trustees thank them for their dedication.

During this year St. Georges began to accept more residents living with dementia and staff were trained in the skills enabling them to understand the needs of residents living with dementia. This has proved successful and the integration of an increased number of residents with dementia and those without has gone very smoothly. The three Sheltered Houses, however, came through the pandemic but it has proved more difficult attracting new residents. The C.E.O. has carried out a review of the sheltered services and it would appear that the model is becoming obsolete. Generally people are remaining in their own homes for a longer period before requiring assistance, once they are requiring more assistance their needs are better suited to a care environment rather than sheltered accommodation. We will continue to monitor the situation closely throughout the coming year.

Head Office staffing has been stable and the flexibility of the those staff members has ensured a high level of support to the Society's Houses and their staff. The end of year audit was carried out without issue and the Society's office systems, which cover finance and oversight of the Society's business and regulatory responsibilities, have been proved to be robust and effective.

The Society currently has four Trustees and despite a continuing search for suitable applicants to join the board no volunteers have come forward. The matter is being kept under continuous review.

FINANCIAL REVIEW

Financial position and reserves policy

The results for the 2022/23 year and financial position of the company are as shown in the annexed financial statements. The deficit made in the year was £92,870 (2022 - a deficit of £51,671), and reserves at the year end were £2,669,682 (2022 - £2,762,552).

It is the aim of the Society to ensure that it has sufficient reserves to:

- (a) Provide funds to enable the Society to continue its activities in the short term absence of a source of income.
- (b) Allow the Society to continue to develop other services it is able to offer to Residents.
- (c) Allow the Society to pursue long term capital projects to meet the needs of both present and future Residents.

In order to meet these requirements the Society aims to allow Unrestricted Reserves to grow by 5% to 15%, of turnover, per annum - as recommended by Abbeyfield National.

For the year under review the Society has not met this objective. The Trustees will continue to monitor and assess the Society's financial situation.

**Report of the Trustees
for the Year Ended 31 March 2023**

FINANCIAL REVIEW

Value for Money

The Regulator of Social Housing brought in new Value for Money metrics in 2018 that requires all its social housing members to consider and report on at the end of the year.

The Trustees have considered the 7 metric tests -

Metric 1 - Re-investment % - There has been no property development in the year with expenditure focused on maintaining assets. The reinvestment metric is therefore 0% (2022: 0%).

Metric 2a - New Supply (Social Housing Units) % and Metric 2b - New Supply (Non-Social Housing Units) % - There have been no new units created, this metric is therefore 0% for both (2022: 0%).

Metric 3 - Gearing % - As the charity does not have any loans this metric does not apply.

Metric 4 - EBITDA MRI Interest Cover % - As mentioned in metric 3 above the charity does not have any debt and therefore this metric does not apply.

Metric 5 - Headline Social Housing Cost - Based on total charitable activity costs together with support costs less depreciation, and capitalised major repairs; divided by room rather than house. This cost is £30,676 (2022: £26,583) per room/unit.

Metric 6a - Operating Margin (social housing lettings) % and Metric 6b Operating Margin (overall) % - In 2023 an operating deficit was made, lettings and overall being the same figures this year, therefore this metric is negative and is -5.64% (2022: -3.62% and -3.49%).

Metric 7 - Return on Capital Employed % - The operating deficit also causes this metric to be negative and is -3% (2022: -1.87%).

The Society complies with the Governance and Financial Visibility Standard issued by the Homes and Communities Agency insofar as it applies to organisations of the size of this one.

FUTURE PLANS - 2022/2023

For the year 2023/24 the Society plans to continue to monitor the situation with regard to the Sheltered Housing Model. Should the decline in need for this type of service continue then the Society will need to look at the viability of keeping all three properties operational.

We plan to continue developing our care team at St Georges in the needs of residents living with Dementia and make environmental changes to the service to further accommodate the needs of those living with Dementia and non Dementia alike.

It was decided to set void's 20% and rent increases by 5%. The rent increase took into account the possibility of a slow recovery and the upcoming increase of National Health charges. The effect of covid was also still causing some concern, food costs and other inflationary pressures. In the meantime the Society will continue to do its utmost to care for and protect its Residents and staff.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Abbeyfield Southend Society Ltd is a registered company in England (No. 00956345), limited by guarantee without share capital and governed by its Memorandum and Articles of Association dated 17/06/1969, and as amended by special resolutions dated 26/3/98, 14/08/01, 31/10/01 and 02/04/04.

The Society is registered as a charity with the Charity Commission (No. 260015) and also registered with the Regulator of Social Housing as a Social Landlord (No. HO833).

The Society is an affiliated member of The Abbeyfield Society.

**Report of the Trustees
for the Year Ended 31 March 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment, appointment and training of new trustees

The Society is currently looking to recruit new Trustees. Despite efforts being made few people are putting themselves for consideration and there are 3 vacancies. This is a matter of concern both in terms of the burden being placed on current Trustees and the need to develop the role and strengths of the Executive Committee for the future.

Organisational structure

The Executive Committee meets on a regular basis and are available should a meeting be necessary for any urgent matters. The C.E.O. normally attends these meetings.

The Executive Committee is supported by senior staff employed by the Society; the Support Manager, Operations Manager and the Manager of St. Georges House. Although they do not attend executive meetings, they are available should the need arise. Each aspect of the Society's business is regularly reviewed and any changes in policy are fully debated and agreed. The Trustees assist with many matters including monitoring of budget expenditure as well as development of policy and procedure. The Society employs up to 50 staff which provide management/administrative support, Sheltered House services (including out-of-hours Careline response), personal care services, cleaning and maintenance.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00956345 (England and Wales)

Registered Charity number

260015

Registered office

Ground Floor
19 Cliffdown Road
Southend on Sea
Essex
SS1 1AB

Trustees

E T Speakman (resigned 7.6.2022)
R M N Calton
E T Martin (resigned 31.8.2022)
I P Carey
T N Cass
M B Stevenson

Company Secretary

Mrs M C Rogers

Auditors

BDA Associates Limited
Statutory Auditor
Chartered Accountants
Global House
1 Ashley Avenue
Epsom
Surrey
KT18 5AD

**Report of the Trustees
for the Year Ended 31 March 2023**

REFERENCE AND ADMINISTRATIVE DETAILS

Solicitors

Beecham Fisher Ridley
26 Clifftown Road
Southend on Sea
Essex
SS1 1AH

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of The Abbeyfield Southend Society Limited for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

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

AUDITORS

The auditors, BDA Associates Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on24/10/23..... and signed on its behalf by:

.....
I P Carey - Trustee

**Report of the Independent Auditors to the Members of
The Abbeyfield Southend Society Limited**

Opinion

We have audited the financial statements of The Abbeyfield Southend Society Limited (the 'charitable company') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities Act 2011, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing in England 2019.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors 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 this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of
The Abbeyfield Southend Society Limited**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

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 trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

In addition, we have nothing to report in respect of the following matter where the Housing and Regeneration Act 2008 requires us to report to you if, in our opinion:

- a satisfactory system of control over transactions has not been maintained.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Members of The Abbeyfield Southend Society Limited

Our 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 a Report of the Independent Auditors 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. Based on our understanding of the charity and its industry, we identified that the principal risks of non-compliance with laws and regulations related to the UK tax legislation, pensions legislation, employment regulation and health and safety regulation, anti-bribery, corruption and fraud, money laundering, non-compliance with implementation of government support schemes relating to COVID-19, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as the Companies Act 2006.

Our audit procedures were designed to respond to those identified risks, including non-compliance with laws and regulations (irregularities) and fraud that are material to the financial statements. Our audit procedures included but were not limited to:

- Discussing with the directors and management their policies and procedures regarding compliance with laws and regulations;
- Communicating identified laws and regulations throughout our engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the company which were contrary to applicable laws and regulations, including fraud.

Our audit procedures in relation to fraud included but were not limited to:

- Making enquiries of the directors and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.

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

**Report of the Independent Auditors to the Members of
The Abbeyfield Southend Society Limited**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Rajesh Amin (Senior Statutory Auditor)
for and on behalf of BDA Associates Limited
Statutory Auditor
Chartered Accountants
Global House
1 Ashley Avenue
Epsom
Surrey
KT18 5AD

Date: 31.10.2023

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Statement of Financial Activities
for the Year Ended 31 March 2023**

	Notes	Unrestricted fund £	Restricted funds £	31.3.23 Total funds £	31.3.22 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	10	-	10	5,140
Charitable activities	6				
Provision of sheltered housing & residential care		1,646,017	-	1,646,017	1,472,665
Other trading activities	4	143	-	143	125
Investment income	5	1,135	-	1,135	550
Total		<u>1,647,305</u>	<u>-</u>	<u>1,647,305</u>	<u>1,478,480</u>
EXPENDITURE ON					
Charitable activities	7				
Provision of sheltered housing & residential care		1,738,158	2,017	1,740,175	1,530,151
NET INCOME/(EXPENDITURE)		(90,853)	(2,017)	(92,870)	(51,671)
Transfers between funds	20	<u>12,951</u>	<u>(12,951)</u>	<u>-</u>	<u>-</u>
Net movement in funds		(77,902)	(14,968)	(92,870)	(51,671)
RECONCILIATION OF FUNDS					
Total funds brought forward		2,747,584	14,968	2,762,552	2,814,223
TOTAL FUNDS CARRIED FORWARD		<u><u>2,669,682</u></u>	<u><u>-</u></u>	<u><u>2,669,682</u></u>	<u><u>2,762,552</u></u>

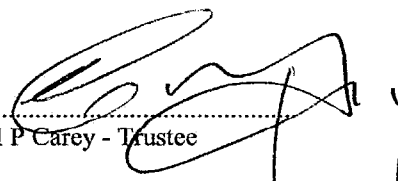
The notes form part of these financial statements

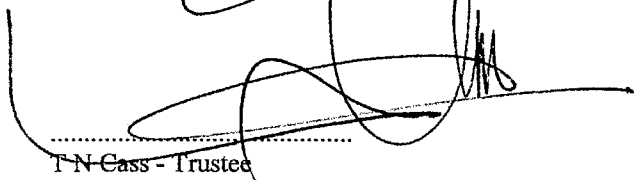
Statement of Financial Position
31 March 2023

	Notes	31.3.23 £	31.3.22 £
FIXED ASSETS			
Tangible assets	15	2,010,671	2,031,312
CURRENT ASSETS			
Debtors	16	72,828	50,210
Cash at bank and in hand		741,083	754,773
		<u>813,911</u>	<u>804,983</u>
CREDITORS			
Amounts falling due within one year	17	(154,900)	(73,743)
		<u>659,011</u>	<u>731,240</u>
NET CURRENT ASSETS			
		<u>659,011</u>	<u>731,240</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>2,669,682</u>	<u>2,762,552</u>
NET ASSETS			
		<u>2,669,682</u>	<u>2,762,552</u>
FUNDS	20		
Unrestricted funds		2,669,682	2,747,584
Restricted funds		-	14,968
TOTAL FUNDS		<u>2,669,682</u>	<u>2,762,552</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 24/10/23 and were signed on its behalf by:


I P Carey - Trustee


I N Cass - Trustee

The notes form part of these financial statements

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Statement of Cash Flows
for the Year Ended 31 March 2023**

	Notes	31.3.23 £	31.3.22 £
Cash flows from operating activities			
Cash generated from operations	1	(13,035)	(20,078)
Interest paid		(14)	(19)
		<u>(13,049)</u>	<u>(20,097)</u>
Net cash used in operating activities		<u>(13,049)</u>	<u>(20,097)</u>
 Cash flows from investing activities			
Purchase of tangible fixed assets		(1,669)	(11,688)
Interest received		1,135	550
		<u>(534)</u>	<u>(11,138)</u>
Net cash used in investing activities		<u>(534)</u>	<u>(11,138)</u>
 Change in cash and cash equivalents in the reporting period		 <u>(13,583)</u>	 <u>(31,235)</u>
Cash and cash equivalents at the beginning of the reporting period	2	<u>754,470</u>	<u>785,705</u>
 Cash and cash equivalents at the end of the reporting period	2	 <u><u>740,887</u></u>	 <u><u>754,470</u></u>

The notes form part of these financial statements

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Notes to the Statement of Cash Flows
for the Year Ended 31 March 2023**

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.23	31.3.22
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(92,870)	(51,671)
Adjustments for:		
Depreciation charges	22,310	22,747
Loss on disposal of fixed assets	-	2,035
Interest received	(1,135)	(550)
Interest paid	14	19
Increase in debtors	(22,618)	(2,918)
Increase in creditors	81,264	10,260
Net cash used in operations	(13,035)	(20,078)

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	31.3.23	31.3.22
	£	£
Cash in hand	421	805
Notice deposits (less than 3 months)	740,662	753,968
Overdrafts included in bank loans and overdrafts falling due within one year	(196)	(303)
Total cash and cash equivalents	740,887	754,470

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.22	Cash flow	At 31.3.23
	£	£	£
Net cash			
Cash at bank and in hand	754,773	(13,690)	741,083
Bank overdraft	(303)	107	(196)
	754,470	(13,583)	740,887
Total	754,470	(13,583)	740,887

The notes form part of these financial statements

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

Notes to the Financial Statements for the Year Ended 31 March 2023

1. STATUTORY INFORMATION

The Society is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The company's registered number and registered address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Sorp departure

The Society has departed from the Housing SORP by opting to produce a Statement of Financial Activities under the Charities SORP because it judged this treatment more appropriate in presenting detailed information to the members. As a result, the Statement of Comprehensive Income required under the Housing SORP has been omitted. It is considered the equivalent information can be obtained from the Statement of Financial Activities included. The Statement of Changes in Reserves required under the Housing SORP has also been omitted.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Income derived from rentals is stated net of losses from voids.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Fixtures and fittings	- 10% on reducing balance

When properties have been financed wholly, or partly, by Social Housing Grant (SHG), the net book value of those properties has been reduced by the amount of grant receivable. On the disposal of a property on which an SHG has been received, the SHG must be either returned or recycled within three years.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for restricted purposes within the object of the company. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

3. DONATIONS AND LEGACIES

	31.3.23	31.3.22
	£	£
Donations	10	140
Legacies	-	5,000
	<u>10</u>	<u>5,140</u>

4. OTHER TRADING ACTIVITIES

	31.3.23	31.3.22
	£	£
Fundraising events	143	125
	<u>143</u>	<u>125</u>

5. INVESTMENT INCOME

	31.3.23	31.3.22
	£	£
Deposit account interest	1,135	550
	<u>1,135</u>	<u>550</u>

6. INCOME FROM CHARITABLE ACTIVITIES

		31.3.23	31.3.22
	Activity	£	£
Residents fees	Provision of sheltered housing & residential care	1,645,417	1,429,331
Infection control grants	Provision of sheltered housing & residential care	-	17,741
Job retention scheme grant	Provision of sheltered housing & residential care	-	5,952
Rapid testing grant	Provision of sheltered housing & residential care	-	19,641
SBC winter fuel grant	Provision of sheltered housing & residential care	600	-
		<u>1,646,017</u>	<u>1,472,665</u>

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8) £	Support costs (see note 9) £	Totals £
Provision of sheltered housing & residential care	<u>1,316,815</u>	<u>423,360</u>	<u>1,740,175</u>

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.3.23	31.3.22
	£	£
Staff costs	692,017	662,232
Rates and water	18,134	17,449
Insurance	33,036	28,662
Light and heat	71,362	71,814
Telephone	5,042	4,376
Postage and stationery	52	95
Sundries	8,781	4,213
Provisions and household supplies	69,940	60,794
Catering	160,323	138,541
Agency staff	58,052	359
Repairs and maintenance	168,476	109,457
Training	5,104	3,216
Computer and software	4,323	4,246
Coronavirus costs	-	1,603
Infection control grant costs	2,017	10,277
Depreciation	20,156	21,801
	<u>1,316,815</u>	<u>1,139,135</u>

9. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Provision of sheltered housing & residential care	<u>394,500</u>	<u>1,744</u>	<u>27,116</u>	<u>423,360</u>

Support costs, included in the above, are as follows:

Management

	31.3.23	31.3.22
	Provision of sheltered housing & residential care £	Total activities £
Wages	258,187	226,240
Social security	18,151	14,235
Pensions	9,568	46,443
Carried forward	<u>285,906</u>	<u>286,918</u>

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

9. SUPPORT COSTS - continued

Management - continued

	31.3.23	31.3.22
	Provision of sheltered housing & residential care	Total activities
	£	£
Brought forward	285,906	286,918
Rent and service charges	33,404	31,156
Insurance	490	1,313
Telephone	1,658	1,658
Postage and stationery	9,362	8,589
Advertising	1,531	2,445
Sundries	1,151	3,055
Computer expenses	3,945	8,220
Repairs and renewals	3,708	3,013
Training	1,400	515
Legal and professional fees	49,791	13,184
Depreciation of tangible and heritage assets	2,154	946
Loss on disposal of tangible fixed assets	-	2,035
	<hr/> 394,500 <hr/>	<hr/> 363,047 <hr/>

Finance

	31.3.23	31.3.22
	Provision of sheltered housing & residential care	Total activities
	£	£
Bank charges	1,730	1,734
Mortgage	14	19
	<hr/> 1,744 <hr/>	<hr/> 1,753 <hr/>

Governance costs

	31.3.23	31.3.22
	Provision of sheltered housing & residential care	Total activities
	£	£
Auditors' remuneration	10,500	9,600
Affiliation fees	16,616	16,616
	<hr/> 27,116 <hr/>	<hr/> 26,216 <hr/>

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.3.23	31.3.22
	£	£
Auditors' remuneration	10,500	9,600
Depreciation - owned assets	22,310	22,747
Deficit on disposal of fixed assets	-	2,035
	<u> </u>	<u> </u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

12. STAFF COSTS

	31.3.23	31.3.22
	£	£
Wages and salaries	881,451	826,210
Social security costs	66,697	55,955
Other pension costs	29,775	66,985
	<u>977,923</u>	<u>949,150</u>

The average monthly number of employees during the year was as follows:

	31.3.23	31.3.22
	46	46
All houses and head office	<u> </u>	<u> </u>

The total remuneration (including pension contributions) for key management personnel amounted to £65,096.

No employees received emoluments in excess of £60,000.

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	5,140	-	5,140
Charitable activities			
Provision of sheltered housing & residential care	1,435,283	37,382	1,472,665
Other trading activities	125	-	125
Investment income	550	-	550
	<u>1,441,098</u>	<u>37,382</u>	<u>1,478,480</u>

EXPENDITURE ON

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
Charitable activities			
Provision of sheltered housing & residential care	1,518,271	11,880	1,530,151
NET INCOME/(EXPENDITURE)	(77,173)	25,502	(51,671)
Transfers between funds	29,333	(29,333)	-
Net movement in funds	(47,840)	(3,831)	(51,671)
RECONCILIATION OF FUNDS			
Total funds brought forward	2,795,424	18,799	2,814,223
TOTAL FUNDS CARRIED FORWARD	2,747,584	14,968	2,762,552

14. SOCIAL HOUSING TURNOVER AND COSTS

	2023 £	2022 £
Rents receivable	1,645,417	1,429,331
Other associated income	1,887	5,815
Grants received	-	43,334
Social housing activity expenditure	(1,296,658)	(1,117,334)
Social housing activity depreciation	(20,156)	(21,801)
Operating surplus from social housing activities	330,490	339,345
Social housing activity administrative expenditure	(423,360)	(391,016)
Net deficit from social housing activities	(92,870)	(51,671)
 Losses from vacancies	 744,727	 834,528

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

15. TANGIBLE FIXED ASSETS

	Freehold property £	Social housing grant £	Fixtures and fittings £	Totals £
COST				
At 1 April 2022	3,683,034	(1,440,897)	559,630	2,801,767
Additions	-	-	1,669	1,669
At 31 March 2023	3,683,034	(1,440,897)	561,299	2,803,436
DEPRECIATION				
At 1 April 2022	395,427	-	375,028	770,455
Charge for year	3,683	-	18,627	22,310
At 31 March 2023	399,110	-	393,655	792,765
NET BOOK VALUE				
At 31 March 2023	3,283,924	(1,440,897)	167,644	2,010,671
At 31 March 2022	3,287,607	(1,440,897)	184,602	2,031,312

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23 £	31.3.22 £
Trade debtors	34,012	-
Other debtors	-	3,983
Prepayments and accrued income	38,816	46,227
	<u>72,828</u>	<u>50,210</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23 £	31.3.22 £
Bank loans and overdrafts (see note 18)	196	303
Trade creditors	114,807	12,510
Social security and other taxes	11,896	19,478
Accruals and deferred income	28,001	41,452
	<u>154,900</u>	<u>73,743</u>

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

18. LOANS

An analysis of the maturity of loans is given below:

	31.3.23	31.3.22
	£	£
Amounts falling due within one year on demand:		
Bank overdrafts	196	303
	<u> </u>	<u> </u>

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	31.3.23 Total funds £	31.3.22 Total funds £
Fixed assets	2,010,671	-	2,010,671	2,031,312
Current assets	813,911	-	813,911	804,983
Current liabilities	(154,900)	-	(154,900)	(73,743)
	<u>2,669,682</u>	<u>-</u>	<u>2,669,682</u>	<u>2,762,552</u>

20. MOVEMENT IN FUNDS

	At 1.4.22 £	Net movement in funds £	Transfers between funds £	At 31.3.23 £
Unrestricted funds				
General fund	2,747,584	(90,853)	12,951	2,669,682
Restricted funds				
Infection Control Grant	14,968	(2,017)	(12,951)	-
TOTAL FUNDS	<u>2,762,552</u>	<u>(92,870)</u>	<u>-</u>	<u>2,669,682</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,647,305	(1,738,158)	(90,853)
Restricted funds			
Infection Control Grant	-	(2,017)	(2,017)
TOTAL FUNDS	<u>1,647,305</u>	<u>(1,740,175)</u>	<u>(92,870)</u>

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

20. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
Unrestricted funds				
General fund	2,795,424	(77,173)	29,333	2,747,584
Restricted funds				
Infection Control Grant	18,167	5,861	(9,060)	14,968
Workforce Capacity Grant	632	-	(632)	-
Rapid Testing Grant	-	19,641	(19,641)	-
	<u>18,799</u>	<u>25,502</u>	<u>(29,333)</u>	<u>14,968</u>
TOTAL FUNDS	<u>2,814,223</u>	<u>(51,671)</u>	<u>-</u>	<u>2,762,552</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,441,098	(1,518,271)	(77,173)
Restricted funds			
Infection Control Grant	17,741	(11,880)	5,861
Rapid Testing Grant	19,641	-	19,641
	<u>37,382</u>	<u>(11,880)</u>	<u>25,502</u>
TOTAL FUNDS	<u>1,478,480</u>	<u>(1,530,151)</u>	<u>(51,671)</u>

Purposes of restricted funds:

Infection Control Grant fund - funding from Central Government via Southend Borough Council to assist with adult social care providers to reduce the rate of Covid-19 transmission within and between care settings.

Rapid Testing Grant fund - funding from Central Government via Southend Borough Council to assist with the increased costs of implementing the governments coronavirus testing regime for staff.

Workforce Capacity Grant fund - funding initially made available to recruit extra staff, but this then changed and the money was paid direct to care staff as a "thank you" from the Government.

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

21. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2023.

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2023**

	31.3.23 £	31.3.22 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	10	140
Legacies	-	5,000
	<hr/> 10	<hr/> 5,140
Other trading activities		
Fundraising events	143	125
Investment income		
Deposit account interest	1,135	550
Charitable activities		
Residents fees	1,645,417	1,429,331
Infection control grants	-	17,741
Job retention scheme grant	-	5,952
Rapid testing grant	-	19,641
SBC winter fuel grant	600	-
	<hr/> 1,646,017	<hr/> 1,472,665
Total incoming resources	<hr/> 1,647,305	<hr/> 1,478,480
EXPENDITURE		
Charitable activities		
Wages	623,264	599,970
Social security	48,546	41,720
Pensions	20,207	20,542
Rates and water	18,134	17,449
Insurance	33,036	28,662
Light and heat	71,362	71,814
Telephone	5,042	4,376
Postage and stationery	52	95
Sundries	8,781	4,213
Provisions and household supplies	69,940	60,794
Catering	160,323	138,541
Agency staff	58,052	359
Repairs and maintenance	168,476	109,457
Training	5,104	3,216
Computer and software	4,323	4,246
Coronavirus costs	-	1,603
Infection control grant costs	2,017	10,277
Depreciation - freehold property	3,683	3,683
Depreciation - fixtures and fittings	16,473	18,118
	<hr/> 1,316,815	<hr/> 1,139,135

This page does not form part of the statutory financial statements

THE ABBEYFIELD SOUTHEND SOCIETY LIMITED

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2023**

	31.3.23 £	31.3.22 £
Support costs		
Management		
Wages	258,187	226,240
Social security	18,151	14,235
Pensions	9,568	46,443
Rent and service charges	33,404	31,156
Insurance	490	1,313
Telephone	1,658	1,658
Postage and stationery	9,362	8,589
Advertising	1,531	2,445
Sundries	1,151	3,055
Computer expenses	3,945	8,220
Repairs and renewals	3,708	3,013
Training	1,400	515
Legal and professional fees	49,791	13,184
Depreciation - fixtures and fittings	2,154	946
Loss on disposal of tangible fixed assets	-	2,035
	<hr/> 394,500	<hr/> 363,047
 Finance		
Bank charges	1,730	1,734
Mortgage	14	19
	<hr/> 1,744	<hr/> 1,753
 Governance costs		
Auditors' remuneration	10,500	9,600
Affiliation fees	16,616	16,616
	<hr/> 27,116	<hr/> 26,216
 Total resources expended	<hr/> 1,740,175	<hr/> 1,530,151
 Net expenditure	<hr/> <hr/> (92,870)	<hr/> <hr/> (51,671)

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