

THE ABBEYFIELD BERKHAMSTED AND HEMEL HEMPSTEAD SOCIETY LIMITED

England & Wales · Charity number 262424

Details

Other names	THE ABBEYFIELD BERKHAMSTEAD AND HEMEL HEMPSTEAD SOCIETY LIMITED, THE ABBEYFIELD HEMEL HEMPSTEAD SOCIETY LIMITED
Status	Registered
Legal form	Charitable company
Company number	00955757
Registered	1971-07-07
Register	View on the Charity Commission register

Contact

Address	Annett House Common Gardens Potten End Berkhamsted HP4 2RH
Phone	01442871239
Email	bom@abbeyfieldbhh.co.uk
Website	www.dacorum.abbeyfield.com

Activities

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 CITIZENSHIP. (FOR DETAILS SEE CLAUSE 3 OF THE MEMORANDUM).

Activities: Provision of accommodation/services for the elderly in accordance with the aims and principles of the Abbeyfield Society Limited.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services
- **What:** Accommodation/housing, Other Charitable Purposes
- **Who:** Elderly/old People

Geography

- **Area of benefit:** HEMEL HEMPSTEAD
- Hertfordshire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£736,210	£682,781	£1,575,648	12
2024-03-31	£685,244	£627,934	£1,522,219	17
2023-03-31	£712,820	£591,914	£1,464,909	10
2022-03-31	£656,967	£530,865	£1,344,003	12
2021-03-31	£586,497	£533,852	£1,217,901	10

Trustees

Name	Role	Appointed
Daryl Reading		2025-06-23
Grzegorz Wrzosek		2024-02-26
Iain Smith		2024-01-26
Karen Sheldon		2014-05-13
Phillip ASHBROOK		2024-06-24

Accounts

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Financial Statements

Year Ended 31 March 2025

Regulator for Social Housing registration number: H1167

Company registration number: 955757 (England & Wales)

Charity registration number: 262424

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Financial Statements

Year Ended 31 March 2025

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The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Registered Social Housing Provider Information

Year Ended 31 March 2025

**Members of the board
at 31 March 2025**

Mr P P Ashbrook (Chairman)(appointed 24 June 2024)
Ms K J Sheldon
Ms M Brady
Ms C J Hopcraft
Ms L Hotiet
Ms R Stonestreet
Mr I C Smith
Mr G Wrzosek
Mr J D Eversham
Mr G B Adeleke
Ms D G Marsh (resigned 10 July 2024)

Registered office

Annett House
Common Gardens
Potten End
Hertfordshire
HP4 2RH

Auditor

Hillier Hopkins LLP
Radius House
51 Clarendon Road
Watford
Hertfordshire
WD17 1HP

Solicitors

Austins Penny & Thorne
175 High Street
Berkhamsted
Hertfordshire
HP4 3HG

Bankers

Barclays Bank PLC
Lloyds Bank PLC

**Regulator for Social Housing
registration number**

H1167

Company registration number

00955757 (England & Wales)

Charity registration number

262424

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

The board of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited present their report and the audited financial statements of the Society for the year ended 31 March 2025.

Members of the board

The members of the board who have served during the year are as follows:

Mr P P Ashbrook (Chairman)
Ms K J Sheldon
Ms M Brady
Ms C J Hopcraft
Ms L Hotiet
Ms R Stonestreet
Mr I C Smith
Mr G Wrzosek
Mr J D Eversham
Mr G B Adeleke
Ms D G Marsh (resigned 10 July 2024)

Review of activities

The principal activity of the Society is to provide supported sheltered housing accommodation for lonely and elderly people in accordance with the aims and principles of the national Abbeyfield Society. Each year the Directors review the Society's objectives and activities to ensure that they continue to reflect its aims; in carrying out this review the Directors, who are also charitable trustees, have considered the Charity Commission's guidance on public benefit. The Society aims to offer equal and fair access to all eligible older people and the Society aims to be affordable to all. Financial assessments do not play a part in the selection process, but the Society will discuss with applicants the charges and how they plan to meet them; where appropriate the Society will facilitate access to advice about claiming benefits and provide any information in support of a resident's claim.

A review of the current level of staff coverage within the houses took place and a more robust staff structure was established, and recruitment of staff began. The Society has focused on increasing the level of cover with the Society to ensure that the residents and sponsors have increased visibility of management and have an improved service provided by skilled staff.

Results for the year and reserves policy

The Society reports a surplus of £53,429 for the year under review (2024: £57,310). We have experienced times of reduced income within the houses due to short term voids (4% in 2025, 8% in 2024) which have occurred due to residents moving on. The society has continued to focus on completing the outstanding repairs and maintenance that was placed on hold due to the previous COVID -19 restrictions as a result there has been an increase compared to the previous year.

The Society's reserves stand at £1,575,648 of which £599,709 is held in cash. In the first instance, this would be required to cover at least six months' cash operating costs in the event of an emergency and is therefore considered adequate. It is the policy of the Directors to utilise any further surpluses which arise to maintain and improve the physical condition of the Society's houses.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Future developments

The Society wishes to ensure a safe and happy environment in its houses, but the Directors will not take any action which could threaten the safety of the residents and will continue to follow the guidance and advice issued by the government and by health and regulatory bodies as far as imposing and lifting restrictions on access to the houses is concerned. The Directors are confident that reserves are adequate to protect the Society's financial position in the present circumstances.

The Society will aim to continue to invest in refurbishing and modernising the accommodation of the three supported sheltered houses which it owns, and the Directors will continue to use all generated operating surpluses to improve the quality of the houses as well as maintain an appropriate level of cash reserves to fund the operations of the Society.

The Board, which is wholly comprised of volunteers, will continue to seek new members who can contribute to the work of the Society and take it forward in planning for the future. The roles of paid staff are being developed to the extent permitted by available funding to ensure that the houses are run professionally and are not adversely affected by the absence of volunteers.

Governance

The Society is bound by the Governance and Financial Viability Standard issued by the Regulator of Social Housing and by the Charity Commission's Code of Governance. The Directors are of the view that compliance with these codes is best achieved by continuous adherence to the Core Standard set by the national Abbeyfield Society with which the Society has in the past achieved full compliance. The Core Standard will shortly be replaced by the Quality Standard with which the Society will comply.

The Directors keep under regular review the risks to which the Society may be exposed, and the means of mitigating such risks, and they acknowledge their ultimate responsibility for ensuring that the Society has in place a system of controls that is appropriate to the business environment in which the Society operates.

The Directors find that after making enquiries they have a reasonable expectation that the Society has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the accounts.

Directors' responsibilities

The Board is responsible for preparing the annual report and the financial statements in accordance with applicable law and regulation.

Company law and social housing legislation requires the Board to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Company law the Board 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.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

In preparing these financial statements, the Board members are required to:

- select suitable accounting policies and apply them consistently.
- make judgements and accounting estimates that are reasonable and prudent.
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice "Accounting by Registered Social Housing Providers 2018" and FRS102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Society will continue in business.

Board members 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, the Housing and Regeneration Act 2008 and the Accounting Direction for Registered Providers of Social Housing 2019. They are also responsible for safeguarding the assets of the Society and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Board members are responsible for ensuring that the Report of the Board is prepared in accordance with the Statement of Recommended Practice "Accounting by Registered Social Housing Providers 2018" and FRS 102. The Board is responsible for ensuring that the assets of the Society are properly applied under charity law.

Disclosure of information to the auditors

We, the directors of the company who held office at the date of approval of these Financial Statements as set out above each confirm, so far as we are aware, that:

- there is no relevant audit information of which the company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

By order of the Board

Signed by:



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Mr Philip Ashbrook

Chairman

Date 12-08-2025 | 13:22 BST

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Opinion

We have audited the financial statements of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (the 'association') for the year ended 31 March 2025 which comprise the Statement of Comprehensive Income, the Balance Sheet, the Cash Flow Statement 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 association's affairs as at 31 March 2025, and of 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 Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2015.

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 association in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The board are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- the association has not kept proper books of account, and not maintained a satisfactory system of control over its transactions, in accordance with the requirements of the legislation; or
- the revenue account, any other accounts to which our report relates, and the balance sheet are not in agreement with the association's books of account; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the board

As explained more fully in the board's responsibilities statement set out on page 4, the board 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 it determines 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 board are responsible for assessing the association'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 board either intends to liquidate the association or to cease operations, or has 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- the nature of the industry and sector, control environment and business performance including the remuneration incentives and pressures of key management;
- the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management. We consider the results of our enquiries of management, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the association's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team, regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (continued)

Auditor's responsibilities for the audit of the financial statements (continued)

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

We also obtained an understanding of the legal and regulatory frameworks that the association operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. We focused on laws and regulations that could give rise to a material misstatement in the financial statements, including, but not limited to the Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2015.

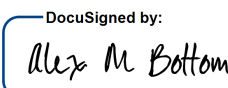
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed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

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>

This description forms part of our auditor's report.

Use of our report

This report is made solely to the association's members, as a body, in accordance with Section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the association'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 association and the association's members as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

 67743488C7B6469...
 Alexander Bottom ACA (Senior Statutory Auditor)

For and on behalf of
Hillier Hopkins LLP

Chartered Accountants
 Statutory Auditor

Radius House
 51 Clarendon Road
 Watford
 Hertfordshire
 WD17 1HP

Date 12-08-2025 | 15:42 BST

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited**Statement of Comprehensive Income (Including Income and Expenditure Account)****Year Ended 31 March 2025**

		Year ended 31 March 2025	Year ended 31 March 2024
	Note	£	£
Turnover	2	730,471	676,894
Operating costs	2,3	(682,781)	(627,934)
Operating surplus		47,690	48,960
Interest receivable and similar income	5	5,739	8,350
Surplus for the year before and after tax		53,429	57,310
Total comprehensive income for the year		53,429	57,310

All of the above amounts relate to continuing operations.

There were no recognised gains or losses other than the surplus for the year stated above.

The notes on pages 12 to 20 form part of these financial statements

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

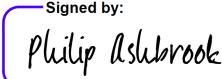
Statement of Financial Position

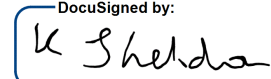
Year Ended 31 March 2025

	Note	2025 £	2024 £
Fixed assets			
Tangible fixed assets	12,13	1,126,354	1,042,823
		1,126,354	1,042,823
Current assets			
Debtors	15	6,878	5,600
Cash at bank and in hand		599,709	639,295
		606,587	644,895
Creditors: amounts falling due within one year	16	(20,510)	(24,269)
Net current assets		586,077	620,626
Total assets less current liabilities		1,712,431	1,663,449
Creditors: amounts falling due after more than one year	17	(136,783)	(141,230)
Total net assets		1,575,648	1,522,219
Reserves			
Income and expenditure reserve	19	1,575,648	1,522,219

The financial statements were approved and authorised for issue by the Board.

Signed on behalf of the Board:

Signed by:

 F1AB14556DCF4EB...
Mr P Ashbrook
Director
Date: 12-08-2025 | 13:22 BST

DocuSigned by:

 0CC96A3897D042A...
Ms K Sheldon
Director
Date: 12-08-2025 | 12:25 BST

The notes on pages 12 to 20 form part of these accounts.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Changes in Reserves

Year Ended 31 March 2025

Income and Expenditure Reserve

	£
At 1 April 2024	1,522,219
Surplus for the year	53,429
At 31 March 2025	1,575,648

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Cash Flows

Year Ended 31 March 2025

	Note	Year ended 31 March 2025 £	Year ended 31 March 2024 £
Cash flow from operating activities			
Surplus for the year	2	47,690	48,960
Adjustments for:			
Depreciation of fixed assets: housing properties	12	44,490	37,039
Depreciation of fixed assets: fixtures, fittings and equipment	13	39,759	28,770
Purchase of fixed assets	12/13	(167,780)	(116,030)
Amortisation of capital grant	18	(4,447)	(4,447)
Decrease/(Increase) in debtors		(1,278)	5,689
Increase/(Decrease) in creditors		(3,759)	(2,443)
Net cash inflow from operating activities		(45,325)	(2,462)
Cash flow from investing activities			
Interest received		5,739	8,350
Net cash inflow/(outflow) from investing activities		5,739	8,350
Net increase in cash and cash equivalents		(39,586)	5,888
Opening Cash and cash equivalents at 1 April		639,295	633,407
Closing Cash and cash equivalents at 31 March		599,709	639,295
Cash and cash equivalents consists of:			
Cash at bank and in hand		599,709	639,295
Closing Cash and cash equivalents at 31 March		599,709	639,295

Analysis of Net Debt

	At 1 April 2024 £	Cash flows £	At 31 March 2025 £
Cash at bank and in hand	639,295	(39,586)	599,709

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements

Year Ended 31 March 2025

1 Summary of significant accounting policies

(a) General information and basis of preparation

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited is a company limited by guarantee not having a share capital, a registered charity and a private registered provider of social housing in the United Kingdom. The address of the registered office is given in the information on page 1 of these financial statements. The nature of the Society's operations and principal activities are the provision of supported sheltered accommodation for the elderly.

The Society constitutes a public benefit entity as defined by FRS 102.

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 *The Financial Reporting Standard Applicable in the UK and Republic of Ireland* (FRS 102), the Statement of Recommended Practice (SORP) for Social Housing Providers 2018, and with the Accounting Direction for private registered providers of social housing in England 2019. The financial statements are also prepared under the requirements of the Housing and Regeneration Act 2008 and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling, which is the functional currency of the Society.

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

(b) Going concern

As at the year end, the company had net current assets of £586,077 and generated a surplus of £53,429 before other comprehensive gains/losses. The members of the board have taken steps to manage the cash flow during the year in review and continue to monitor budgets for the next 12 months accordingly. Having due regard to these matters and after making appropriate enquiries, the board members have reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Therefore, the board members continue to adopt the going concern basis in preparing these Financial Statements.

(c) Tangible fixed assets

Tangible fixed assets (including social housing properties) are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended such as the cost of acquiring land and buildings, developments costs, interest charges on loans during the development period and expenditure on improvements. Expenditure on improvements will only be capitalised when it results in incremental future benefits such as increasing rental income, reducing maintenance costs or results in a significant extension of the useful economic life of the property.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2025

(c) Tangible fixed assets (continued)

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Housing properties	Over 50 years
Improvements and refurbishments to housing properties	Over 20 years
Fixture, fittings and equipment	Over 10-15 years

Housing properties under construction are not depreciated until they are in use.

Major components of housing properties, such as lifts, heating and warden alarm systems, have been accounted for and depreciated separately from the connected housing property, over their expected useful economic lives and are included in fixtures, fittings and equipment.

The useful economic lives of all tangible fixed assets are reviewed annually.

(d) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the statement of comprehensive income in other administrative expenses.

(e) Impairment

The Society's housing properties are assessed for indicators of impairment at each balance sheet date. If such indication exists, the recoverable amount is estimated and compared to the carrying amount. Where the carrying amount exceeds the recoverable amount, an impairment loss is recognised in expenditure through the statement of comprehensive income.

(f) Tax

The Society has charitable status and is not in general subject to Corporation Tax.

The Society is not registered for VAT.

(g) Turnover and other income

Turnover is measured at the fair value of the consideration received or receivable net of trade discounts. It represents rental and service charges income receivable in the year, net of rent and service charge losses from voids.

Interest receivable

Interest income is recognised using the effective interest method.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2025

(g) Turnover and other income (continued)

Revenue grants

Revenue grants receivable that are not subject to performance-related conditions are included within income from legacies and donations.

(h) Employee benefits

Pension costs

The Society operates a defined contribution pension plan for the benefit of its employees. Contributions are expensed as they become payable.

Holiday pay accrual

A liability is recognised for the salary cost of any unused holiday pay entitlement which has accrued at the balance sheet date and has been carried forward to future periods.

(i) Restricted and endowment reserves

Restricted and endowment reserves are those reserves which are only expendable in accordance with the wishes of the funder or regulatory body. Restricted reserves include funds raised in response to a specific appeal. Endowment funds represent those assets which must be held permanently, principally insert detail. Revenue and expenditure cannot be directly set against restricted and endowment reserves but is taken through the statement of comprehensive income and then a transfer to restricted and endowment reserves is made as appropriate.

(j) Judgements and key sources of estimation uncertainty

In preparing these financial statements the key judgement that has been made is in respect of whether there are indicators of impairment of the Society's housing properties.

The key source of estimation uncertainty lies in the assessment of the useful lives of the Society's housing properties and other tangible fixed assets, which determines the charge for depreciation made in the Comprehensive Income and Expenditure Statement.

In common with other similar entities the Society has at times been unable to fill vacancies due to the restrictions on access caused by the coronavirus pandemic. The Directors are confident that the Society's financial position is adequately protected by its reserves.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2025

2 Turnover, operating costs and operating surplus

Year ended 31 March 2025

	Turnover	Operating Costs	Operating surplus
	£	£	£
Social housing lettings (note 3)	728,363	(682,781)	45,582
Legacies and donations	2,108	-	2,108
Total	730,471	(682,781)	47,690

Year ended 31 March 2024

	Turnover	Operating Costs	Operating surplus
	£	£	£
Social housing lettings (note 3)	676,099	(627,934)	48,165
Legacies and donations	795	-	795
Total	676,894	(627,934)	48,960

3 Particulars of turnover and operating costs from social housing

	Year ended 31 March 2025	Year ended 31 March 2024
	£	£
Turnover		
Rent receivable net of void losses	723,916	671,652
Capital grants released to income	4,447	4,447
Turnover from social housing lettings	728,363	676,099
Operating costs		
Management and administration	143,452	118,598
Service costs	412,586	386,221
Routine repairs and maintenance	42,494	50,384
Major repairs expenditure	-	6,922
Depreciation of housing properties	44,490	37,039
Other costs	39,759	28,770
Operating costs on social housing lettings	682,781	627,934
Operating surplus on social housing lettings	45,582	48,165
Void losses	26,098	62,374

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2025

4 Accommodation owned and in management

	Number of units at 31 March 2025	Number of units at 31 March 2024
Completed units:		
Supported housing for the elderly	35	34

5 Interest and other finance income and charges

	Year ended 31 March 2025 £	Year ended 31 March 2024 £
Bank interest receivable	5,739	8,350

6 Surplus on ordinary activities

Surplus on ordinary activities is stated after charging:

	Year ended 31 March 2025 £	Year ended 31 March 2024 £
Auditors' remuneration	12,540	11,859
Depreciation of housing properties	44,490	37,039
Depreciation of other tangible fixed assets	39,759	28,770

7 Staff costs

The average monthly number of employees, calculated on a full-time equivalent basis, during the year was 11.18 (2024: 10.9). The aggregate remuneration of such employees was as follows:

	Year ended 31 March 2025 £	Year ended 31 March 2024 £
Wages and salaries	312,438	299,452
Social security	17,379	9,024
Pension fund contributions	6,137	5,018
	335,954	313,494

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2025

7 Staff costs (continued)

No employees received more than £60,000 as their employee package.

8 Related party disclosures

During the year, three trustees, who are also directors, received reimbursement of £992 in respect of goods, services and consumables purchased on behalf of the company (2024: three trustees received reimbursement of £1,453).

One further related parties made supplies to the Society totalling £502 (2024: £3,598).

9 Pensions and other post-retirement benefits

The Society operates a defined contribution pension plan for its employees. The amount recognised as an expense in the year is disclosed at note 7 above.

10 Tax

The Society has charitable status and is not in general subject to Corporation Tax.

11 Value for Money metrics

The Regulator of Social Housing requires registered providers to articulate and deliver a comprehensive and strategic approach to achieving value for money in meeting their organisation's objectives. As part of that process, providers are required to publish evidence which enables stakeholders to understand their performance. This evidence includes certain metrics set out below. Other metrics required by the Regulator are not applicable to the Society which has not developed housing for some time and is debt free.

	Year ended 31 March 2025 £	Year ended 31 March 2024 £
Reinvestment in housing stock by reference to cost of stock	7.1%	3.0%
Social housing cost per unit	16,320	17,437
Operating margin by reference to turnover		
- Social housing only	6.3%	7.7%
- All activities	6.5%	7.8%

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2025

12 Tangible fixed assets: housing properties

	£
Cost:	
At 1 April 2024	1,893,738
Additions	145,035
At 31 March 2025	2,038,773
Depreciation:	
At 1 April 2024	1,010,927
Charge for the year	44,490
At 31 March 2025	1,055,417
Net book value:	
At 31 March 2025	983,356
At 1 April 2024	882,811

All housing properties are held freehold.

13 Tangible fixed assets: fixtures, fittings and equipment

	£
Cost:	
At 1 April 2024	346,349
Additions	22,745
At 31 March 2025	369,094
Depreciation:	
At 1 April 2024	186,337
Charge for the year	39,759
At 31 March 2025	226,096
Net book value:	
At 31 March 2025	142,998
At 1 April 2024	160,012

14 Capital commitments

No capital expenditure had been authorised by the board or contracted for at 31 March 2025 (2024: £nil).

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited**Notes to the Financial Statements (continued)****Year Ended 31 March 2025****15 Debtors**

	2025	2024
	£	£
Prepayments and accrued income	6,878	5,448
Other debtors	-	152
	6,878	5,600

16 Creditors: amounts falling due within one year

	2025	2024
	£	£
Trade creditors	9,765	13,110
Tax and social security	4,952	5,146
Deferred capital grants (note 18)	4,416	4,416
Other creditors	1,377	1,597
	20,510	24,269

17 Creditors: amounts falling due after more than one year

	2025	2024
	£	£
Deferred capital grants (note 18)	136,783	141,230
	136,783	141,230

18 Deferred capital grants

	2025	2024
	£	£
At 1 April 2024	145,646	150,062
Released to income during the year	(4,447)	(4,416)
At 31 March 2025	141,199	145,646

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2025

18 Deferred capital grants (continued)

	2025 £	2024 £
Included in amounts falling due within one year	4,416	4,416
Included in amounts falling due after more than one year	136,783	141,230
At 31 March 2025	141,199	145,646

Deferred capital grants represent the unamortised portions of historic capital grants (Social Housing Grants) given for the acquisition of land and development of buildings completed in prior years. In accordance with FRS 102 these are disclosed within creditors.

19 Reserves

Income and expenditure reserve

The income and expenditure reserve represents cumulative surplus and deficits net of other adjustments.

	2025 £	2024 £
At 1 April 2024	1,522,219	1,464,909
Surplus for the year	53,429	57,310
At 31 March 2025	1,575,648	1,522,219

20 Company limited by guarantee

The Society is a company limited by guarantee, not having a share capital.

There are eight members (2024: seven), each of whom has agreed to contribute to the assets of the company such a sum as may be required on winding up but not exceeding £1 per member.

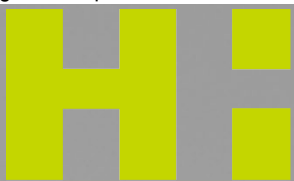
The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Detailed Income and Expenditure Account

Year Ended 31 March 2025

	Year ended 31 March 2025 £	Year ended 31 March 2024 £
INCOME		
Residential Charges Receivable	750,014	734,026
Losses arising from Vacancies & Absences	(26,098)	(62,374)
Capital grants released to income	4,447	4,447
Turnover from Social Housing Lettings	728,363	676,099
Donations and Fund Raising	2,108	795
Bank Deposit Interest	5,739	8,350
TOTAL INCOME	736,210	685,244
EXPENDITURE		
Management & Administration		
Insurance	5,195	9,256
Membership - The Abbeyfield Society and other regulators	12,293	8,589
Subscriptions and marketing	792	696
Auditors Remuneration	12,540	11,859
Legal and Professional Fees	4,591	2,960
Bank Charges	638	669
Administration salary costs	93,078	80,499
Administrative Expenses	14,325	4,070
	143,452	118,598
Service Costs		
Employee Costs	242,876	232,995
Staff Training and Advertising	12,152	733
Travel and Subsistence	1,908	1,834
Food	53,218	49,342
Heating and Lighting	49,675	55,622
Garden and Other Household costs	14,459	12,065
Water rates	4,552	3,301
Council Tax	8,216	7,836
Alarm System	5,958	2,489
Printing, Stationery and Postage	1,239	970
Telephone	7,045	7,557
Gifts and Donations	(1,055)	(325)
Computer expenses	692	199
Social Activities	3,354	3,812
Miscellaneous	803	1,086
Window cleaning	2,185	1,874
Equipment replacement	5,309	4,831
	412,586	386,221
Routine Repairs & Maintenance	42,494	50,384
Major Repairs Expenditure	-	6,922
Depreciation of housing properties	44,490	37,039
Other depreciation	39,759	28,770
TOTAL EXPENDITURE	682,781	627,934
TOTAL SURPLUS FOR THE YEAR	53,429	57,310

This page does not form part of the audited financial statements



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Hillier Hopkins LLP
Chartered Accountants
And Tax Advisers

Audit Findings Document

for Abbeyfield (Berkhamsted
an Hemel Hempstead) Society
Limited

31 March 2025

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Dear Trustees

Audit Findings Document for The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited for the year ended 31 March 2025

This Audit Findings Document presents the observations and matters which came to our attention during the conduct of our normal audit procedures which are considered to be significant, as required by International Standard on Auditing (UK) 260.

The audit of the financial statements does not relieve management or those charged with governance of their responsibilities for the preparation of the financial statements. We would be grateful if you could provide comments against each point where appropriate within the report and return it to us in due course.

We would like to take this opportunity to thank the finance team and other staff for their assistance provided during the course of our audit.

Yours faithfully

Alex Bottom

Responsible Individual
For and on behalf of
Hillier Hopkins LLP

This report has been prepared solely for your benefit and should not be quoted or copied in whole or in part without our prior written consent. We do not accept any responsibility for any loss occasioned to any third party acting, or refraining from acting, on the basis of the content of this report. The content of this report is not a comprehensive record of all the relevant matters, and may be subject to change.



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2. Key audit matters
3. Internal control deficiencies
4. Update on prior year findings
5. Other communication requirements
6. Independence and non-audit services
7. Communication with those charged with governance

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- A. Adjusted audit differences
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- D. Technical developments
- E. Tax rates and allowances
- F. Hillier Hopkins at a glance
- G. Our Core Values and accreditation
- H. Other Services



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Audit approach and status

The audit approach, as detailed in our Audit Planning Document, was determined by our assessment of the audit risk, both in terms of the potential misstatement in the financial statements and of the control environment in which the charity operates.

In summary, our approach has been to:

- update our understanding of the organisation and its environment;
- review the design and implementation of key internal financial control systems; and
- plan and perform an audit with professional scepticism recognising that circumstances may exist that cause the financial statements to be materially misstated. This includes the risk of material misstatements due to non-compliance with laws and regulations and fraud.

Opinion

Our work is complete and our audit report opinion (in accordance with ISAs (UK) 700/705/706) will be: **Unmodified**

Status

- Likely to result in material adjustment or significant change to disclosures
- Potential to result in material adjustment or significant change to disclosures
- Not considered likely to result in material adjustment or change to disclosures



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Key audit matters

This section provides commentary on the risks identified in our Audit Planning Document along with a summary of the testing performed and any key issues identified:

	Risks identified at planning	Commentary
1	Misstatement of income Under ISA (UK) 240 there is a rebuttable presumed risk that revenue recognition may be materially misstated due to fraud.	To address this risk, we have performed the following key audit procedures: • Review and testing of revenue recognition policies • Detailed substantive testing of revenue on a sample basis • Analytical review to identify and corroborate unusual movements • Reviewed sales journals at the period end for unusual transactions We have not identified any material audit issues in relation to our audit work.
2	Management override and bias Under ISA (UK) 240 there is a non-rebuttable presumed risk that the risk of management override of controls is present in all entities.	To address this risk, we have performed the following key audit procedures: • Review of accounting estimate, judgments and decisions including those noted in the critical accounting estimates and areas of judgement section of the financial statements • Testing of journal entries • Review of unusual significant transactions We have not identified any material audit issues in relation to our audit work.

(ISA (UK) 315) "Significant risks often relate to significant non-routine transactions and judgmental matters. Non-routine transactions are transactions that are unusual, due to either size or nature, and that therefore occur infrequently. Judgmental matters may include the development of accounting estimates for which there is significant measurement uncertainty."



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Internal control deficiencies

This section provides commentary on any weaknesses identified during our testing of the design and implementation of the internal control environment appropriate in accordance with ISA 265. An audit is not designed to test all internal controls or identify all areas of control weakness, it is directed towards forming and expressing an opinion on the financial statements. In consequence, our work cannot be relied upon to disclose any or all issues, or to include all possible improvements in internal control that may exist.

	Significance	Weakness and potential consequences	Recommendation	Management's response / timescale for implementation
1	●	Creditors We noted during testing that some trade creditors were cleared post audit but back dated into the previous period. This meant that the aged creditors schedule did not agree to the brought balances per the prior year signed accounts. Prior year issue noted in current year	We recommend once the accounting period has closed, not to back date any accounting entries.	
2	●	Bank It was noted that interest was not moved out of the society deposit account into income upon maturity. This results in an understatement of income and misstatement of balances in the financial statements.	We recommended that interest should be transferred from the society deposit account into income once the deposit matures to ensure accurate income recognition and correct presentation of account balances.	

Assessment
● Significant – risk of significant misstatement
● Deficiency – risk of minor misstatement



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Internal control deficiencies (continued)

This section provides commentary on any weaknesses identified during our testing of the design and implementation of the internal control environment appropriate in accordance with ISA 265. An audit is not designed to test all internal controls or identify all areas of control weakness, it is directed towards forming and expressing an opinion on the financial statements. In consequence, our work cannot be relied upon to disclose any or all issues, or to include all possible improvements in internal control that may exist.

	Significance	Weakness and potential consequences	Recommendation	Management's response / timescale for implementation
3	●	Creditors It was noted that a refund relating to an invoice was recorded within creditors, when it should have been credited to the profit and loss account. This misclassifies income and overstates liabilities.	We recommend that refunds should be reviewed to ensure they are correctly classified in the profit and loss account, not within creditors, to ensure accurate reporting of income and liabilities.	
4	●	Creditors It was noted that no accruals were recorded at year-end for audit fees and energy/gas expenses. This results in an understatement of liabilities and expenses.	We recommend a robust year-end accruals process should be implemented to ensure all known liabilities are accrued, providing a true and fair view of the financial position.	
5	●	Repairs & Maintenance It was noted that assets were recognised within repairs and maintenance instead of being capitalised per the capitalisation policy. This leads to an understatement of assets and overstatement of expenses.	We recommend assets should be capitalised in line with the capitalisation policy. Journals should be processed on the invoice date or monthly basis to move assets into additions. Internal controls should be reviewed accordingly.	

Assessment

- Significant – risk of significant misstatement
- Deficiency – risk of minor misstatement



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Internal control deficiencies (continued)

This section provides commentary on any weaknesses identified during our testing of the design and implementation of the internal control environment appropriate in accordance with ISA 265. An audit is not designed to test all internal controls or identify all areas of control weakness, it is directed towards forming and expressing an opinion on the financial statements. In consequence, our work cannot be relied upon to disclose any or all issues, or to include all possible improvements in internal control that may exist.

	Significance	Weakness and potential consequences	Recommendation	Management's response / timescale for implementation
6	●	Assets It was noted that the fixed asset register does not show the exact date of asset purchase. This affects the accuracy of depreciation calculations and asset tracking.	We recommend the fixed asset register should include the specific purchase date for each asset to support accurate depreciation and improve asset management.	
7	●	Assets It was noted that depreciation is applied on a yearly basis rather than monthly. This approach can lead to a material misstatement in the profit and loss account, particularly where high-value assets are involved or where assets are acquired throughout the year. It also results in a timing mismatch between the use of the asset and the recognition of the related expense.	We recommend the depreciation policy should be reviewed and updated to apply depreciation on a monthly basis. This will ensure expenses are matched more accurately to the periods in which the assets are used, improving the reliability of the financial statements and reducing the risk of material misstatement.	

Assessment

- Significant – risk of significant misstatement
- Deficiency – risk of minor misstatement



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Internal control deficiencies (continued)

This section provides commentary on any weaknesses identified during our testing of the design and implementation of the internal control environment appropriate in accordance with ISA 265. An audit is not designed to test all internal controls or identify all areas of control weakness, it is directed towards forming and expressing an opinion on the financial statements. In consequence, our work cannot be relied upon to disclose any or all issues, or to include all possible improvements in internal control that may exist.

	Significance	Weakness and potential consequences	Recommendation	Management's response / timescale for implementation
8	●	Assets It was noted that assets with different invoice dates were grouped together in the fixed asset register. This can distort depreciation and asset lifecycle tracking.	We recommend assets should be recorded individually in the fixed asset register with reference to their respective invoice dates to improve tracking and depreciation accuracy.	

Assessment

- Significant – risk of significant misstatement
- Deficiency – risk of minor misstatement



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Update on audit findings of prior years

This section provides an update on the audit findings raised in prior years, and the progress made by Management in remediating the issues identified:

	Significance	Weakness and potential consequences	Recommendation	Management's response / timescale for implementation
1	●	Creditors We noted during testing that some trade creditors were cleared post audit but back dated into the previous period. This meant that the aged creditors schedule did not agree to the brought balances per the prior year signed accounts. We recommended once the accounting period has closed, not to back date any accounting entries. Similar issue in current year, see internal control deficiencies tab		
2	●	Wages We noted during testing that the total NI and pension expense per the accounts did not agree to the payroll reports. This could lead to wages being materially misstated. We recommend reconciling the total expense per the payroll reports to the expense posted in QuickBooks. No issues noted in current year.		

Assessment

- Significant – risk of significant misstatement
- Deficiency – risk of minor misstatement



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Other communication requirements:

This section documents a number of other communication requirements, prescribed by the ISAs which are summarised below:

ISA	Matter	Auditor findings
240	Fraud	We have not been made aware of any incidents by yourselves or identified during the course of our audit any instances of fraud.
250	Laws and regulations	We are not aware of any significant incidences of non-compliance.
260	Significant qualitative matters: - Accounting policies - Estimates - Judgements	We have reviewed the presentation and accounting of all material qualitative matters in the financial statements and have nothing to report beyond any other matter detailed in this report.
260	Significant difficulties encountered during the audit	We are pleased to report that we did not encounter any significant difficulties during the course of our audit.
260	Written representations	Representations will be requested from management with regard to specific matters concerning judgement, estimation and other matters.
550	Related parties	We are not aware of any related party transactions which have not been disclosed in the financial statements.



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Independence and non-audit services

The primary objective of an audit is for us to provide independent assurance to members that the trustees have prepared the financial statements properly. The credibility of this depends on beliefs concerning the integrity, objectivity and independence of the firm or covered persons and the work that they perform. Therefore all our audits are conducted with integrity, objectivity and independence, as these are the overarching ethical principles. The Financial Reporting Council's (FRC) Ethical Standard and ISA (UK) 260 require us to give you timely disclosure of matters relating to our independence. We disclose the following to you:

- We confirm that there are no significant facts or matters that impact on our independence as auditors that we are required or wish to draw to your attention.

Non-audit service	Fees	Threat?	Safeguard(s) in place
Accounts preparation	£2,700	Self-review / management	Informed management – Karen Sheldon Other non-audit services performed by non-audit staff
Payroll Services	£2,202	Self-review / management	
P11Ds	£203	Self-review / management	
Total non-audit services	£5,105		

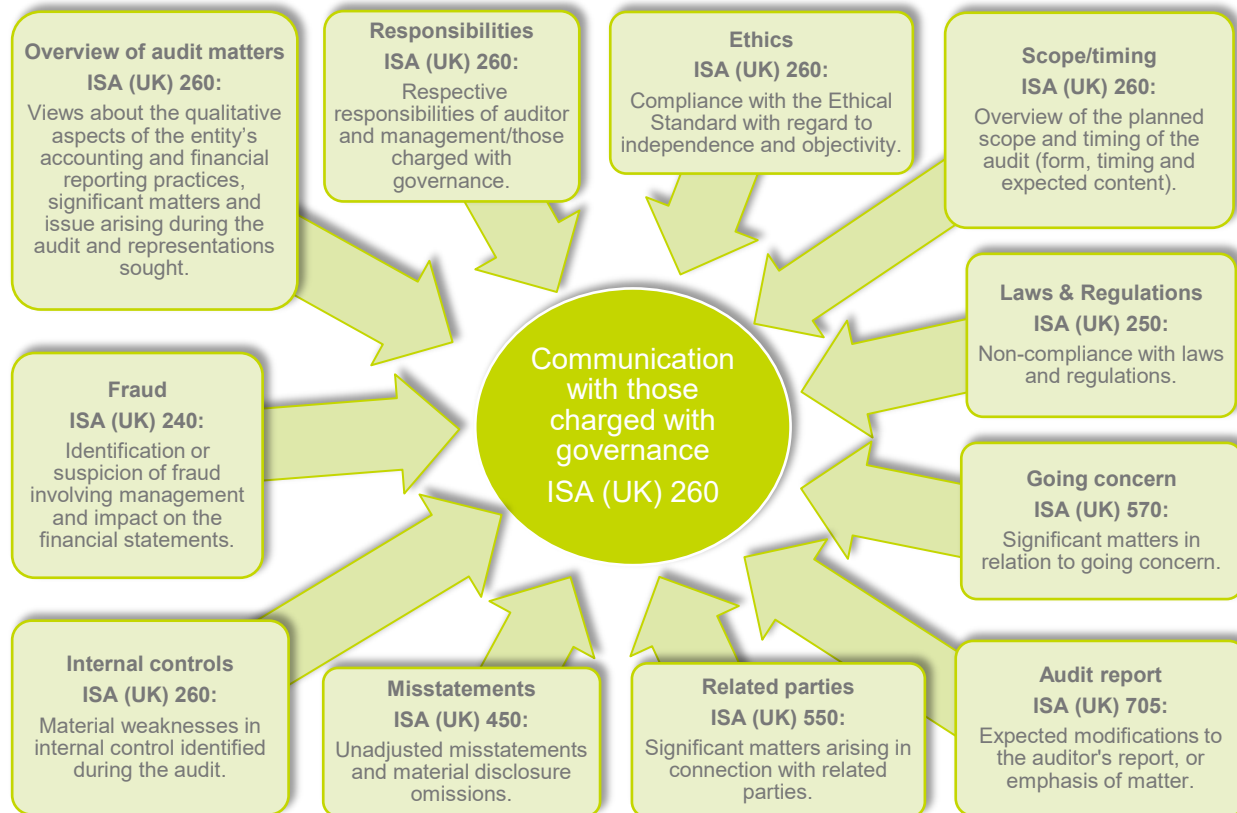
FRC Ethical Standard: Threats to integrity, objectivity and independence
• Self-interest threat • Self-review threat • Management threat • Advocacy threat • Familiarity (or trust) threat • Intimidation threat



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Communication with those charged with governance

International Standard on Auditing (UK) 260 establishes specific reporting obligations on us, as your auditor, to communicate certain matters along with other ISA(UK's) to those charged with governance. Our Audit Planning and Findings Report form part of this communication.





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And Tax Advisers

Appendices



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Adjusted audit differences

In forming our opinion, we note the following adjusted misstatements identified during the course of our audit:

Number	Date	Name	Account No	Reference	Debit	Credit	Net Income (Loss)	Amount Chg
Net Income (Loss) Before Adjustments							118,517	
1	31/03/2025	Creditors	HH25	N1. 1. 2	5,504			
1	31/03/2025	TV Licensing	HH27	N1. 1. 2		1,270		
1	31/03/2025	Plant & Equipment - Cost b/f	10300	N1. 1. 2	3,199			
1	31/03/2025	Plant & Equipment - Depn charge for	10325	N1. 1. 2		323		
1	31/03/2025	Retained Earnings	10900	N1. 1. 2		6,951		
1	31/03/2025	T V License	HH27.1	N1. 1. 2		160		
1	31/03/2025		ROUNDING B/S	N1. 1. 2	1			
Being Opening balance adjustments					8,704	8,704	119,947	1,430
4	31/03/2025	SHG Accum Amortisation	10205	J3. 1	4,447			
4	31/03/2025	SHG Amortisation Released	20135	J3. 1		4,447		
Being to adjust for grant amortisation					4,447	4,447	124,394	4,447

ISA 450, "If management have corrected material misstatements, communicating those corrections of which the auditor is aware to those charged with governance may assist them to fulfil their governance responsibilities, including reviewing the effectiveness of the system of internal control."



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Adjusted audit differences (continued)

In forming our opinion, we note the following adjusted misstatements identified during the course of our audit:

6	31/03/2025	Remuneration Accrual	10615	J2	4,036			
6	31/03/2025	Heat, Light & Power	20405	J2		4,036		
		Being to adjust for a refund for an invoice posted to creditors, incorrect posting						
					4,036	4,036	128,430	4,036
8	31/03/2025	Trade creditors	10600	J2. 4		15,095		
8	31/03/2025	Auditors Remuneration	20225	J2. 4	10,780			
8	31/03/2025	Heat, Light & Power	20405	J2. 4	4,315			
		Being to adjust for accruals not recognised						
					15,095	15,095	113,335	-15,095

ISA 450, "If management have corrected material misstatements, communicating those corrections of which the auditor is aware to those charged with governance may assist them to fulfil their governance responsibilities, including reviewing the effectiveness of the system of internal control."



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Adjusted audit differences (continued)

In forming our opinion, we note the following adjusted misstatements identified during the course of our audit:

10	31/03/2025	Plant & Equipment - Addition	10310	E1. 2	22,745				
10	31/03/2025	Repairs & Maintenance - Routine	20260	E1. 2		15,410			
10	31/03/2025	Room Refurbishment	20261	E1. 2		7,335			
Being to adjust for assets to be capitalised that was put into R&M					22,745	22,745	136,080	22,745	
12	31/03/2025	Property - Depn charge for the year	10115	E1. 1		44,490			
12	31/03/2025	Plant & Equipment - Depn charge for	10325	E1. 1		39,759			
12	31/03/2025	Depreciation - Properties	20500	E1. 1	44,490				
12	31/03/2025	Depreciation - Plant & Equipment	20505	E1. 1	39,759				
Being to adjust for depn in the year					84,249	84,249	51,831	-84,249	

ISA 450, "If management have corrected material misstatements, communicating those corrections of which the auditor is aware to those charged with governance may assist them to fulfil their governance responsibilities, including reviewing the effectiveness of the system of internal control."



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Adjusted audit differences (continued)

In forming our opinion, we note the following adjusted misstatements identified during the course of our audit:

13	31/03/2025	Society Deposits	10510	I1. 1	1,598				
13	31/03/2025	Bank Deposit & Building Society Inte	20130	I1. 1		1,598			
		Being to adjust to correct the closing society deposit account							
					1,598	1,598	53,429	1,598	
					140,874	140,874	53,429	-65,088	

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Philip Ashbrook
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ISA 450, "If management have corrected material misstatements, communicating those corrections of which the auditor is aware to those charged with governance may assist them to fulfil their governance responsibilities, including reviewing the effectiveness of the system of internal control."



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Unadjusted audit differences

In forming our opinion, we note the following unadjusted misstatements (factual, judgemental, projected or arising from a prior period) identified during the course of our audit:

None noted

ISA 450, "If uncorrected misstatements have been communicated with person(s) with management responsibilities, and those person(s) also have governance responsibilities, they need not be communicated again with those same person(s) in their governance role. The auditor nonetheless has to be satisfied that communication with person(s) with management responsibilities adequately informs all of those with whom the auditor would otherwise communicate in their governance capacity."



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Technical developments



Comment:

These changes may have significant effects for some businesses, so it is important to start preparing early so that you are ready for the 1 January 2026.

If you're not sure how the changes affect your business, please contact one of our experts who can help you understand the implications and prepare your accounts in plenty of time.

FRS102 – 2nd triennial review published

Following the consultation period, the Financial Reporting Council (FRC) has now published the 'Amendments to FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland and other FRSs – Periodic Review 2024' ("the Amendments").

The aim of this second periodic review was to produce amendments to FRS 102 to better align the Standard to IFRS, incorporating the IASB's latest proposed changes to the international financial reporting requirements. Indeed, for those who already prepare their financial statements under IFRS, the above changes will already be familiar to them.

The effective date of the amendments is for accounting periods beginning on or after 1 January 2026, with early application permitted provided all amendments are applied at the same time.

What are the key changes?

- A new model of revenue recognition (for FRS 102 and FRS 105).
- A new model of lease accounting (for FRS 102 only).
- Various other incremental improvements and clarifications.

Looking at the detail:

- Revenue recognition - a new FRS 102 Section 23 Revenue, setting out a five-step model aligned to IFRS 15. 1. Identify a contract with a customer, 2. Identify promises within the contract 3. Determine the transaction price 4. Allocate the transaction price to the promises 5. Recognise revenue when or as the entity satisfies the promise.
- Leases - a new FRS 102 Section 20 Leases, which will require almost all leases to be brought on the balance sheet if you're a lessee. Accounting for lessors will remain largely unchanged. These new requirements mean recognising a right-of-use (ROU) asset in respect of the lease contract, and a corresponding lease liability, being the present value of remaining payments under the lease.

Full text: <https://www.frc.org.uk/library/standards-codes-policy/accounting-and-reporting/uk-accounting-standards/frs-102/>



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Technical developments – FRS 102 (update) Revenue

On 27 March 2024, the FRC issued amendments to FRS 102 and other FRSs following the conclusion of its second periodic review of the standards. These amendments effectively align FRS 102 with IFRS for accounting revenue and lease transactions (though some differences remain). The amendments are effective for accounting periods beginning on or after **1 January 2026**, with early application permitted.

Revenue recognition impact	Details
In terms of revenue recognition, businesses most likely to be impacted by these changes will be businesses that have long-term contracts or provide services, such as software companies, professional services and construction companies – rather than ship and bill businesses. Contract terms will direct the accounting conclusion on whether revenue can be recognised over time, or at a point in time. It is anticipated that entities that offer 'bundled contracts', 'warranties', offer variable consideration or have significant financing components will be the most directly affected. This may lead to significant changes to the way revenue was previously recognised. Current FRS 102 guidance focuses more on when risks and rewards are transferred to the customer, rather than when promises under the contract are fulfilled.	The five-step model works as follows: • Step 1: Identify the contract(s) with a customer; • Step 2: Identify the performance obligations in the contract; • Step 3: Determine the transaction price; • Step 4: Allocate the transaction price to the performance obligations in the contract; and • Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation. Management will need to review their contracts in detail to apply the guidance and this may not be as simple as it appears at first glance. On transition, there is the option to either restate the prior year results or adjust the opening reserves as if the standard had always applied. Performing an initial impact assessment is advised to understand the likely areas of impact for your financial statements. These amendments may require changes to systems and processes to be in place for 1 January 2026. This may involve updating charts of accounts, assessing system capabilities, and designing revised processes to ensure compliance.



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Technical developments – FRS 102 (update) Leases

Leases impact	Details
There is no longer a distinction made between operating and finance leases. Any business with operating leases, as a lessee will see substantial changes to their EBITDA figures and balance sheet presentation because of the amendments. So for instance, entities with lease portfolios of retail spaces, vehicle fleets will be significantly impacted. On the balance sheet, both gross liabilities and assets will increase as a result of bringing the lease liability and the right of use (RoU) asset on to the balance sheet. Operating profit will be impacted (most likely increase), as the rent/ lease expense will now be accounted for as depreciation (above operating expenses) and lease interest (below operating expenses). There will be exemptions available for short term leases and low value assets. Accounting by lessors has not been significantly changed.	If amounts have previously been calculated in accordance with IFRS 16 for group reporting purposes, the use of these amounts on transition is permitted. Otherwise, the RoU asset recognised is equal to the liability on transition, adjusted by the amount of any prepaid or accrued lease payments on the balance sheet before application of the amendments. Any cumulative effect of initially applying the standard is recorded as an adjustment to opening retained earnings. On transition, restatement of comparatives is not permitted. Entities will need to collect data, make and document significant estimates and judgements, and again have systems in place ahead of 1 January 2026. Simple questions to get started include: • What types of leases do you have? • Do you have copies of all your lease agreements and are they available for review in order to identify and reflect key terms in the financial statement amounts? • Does the finance team have the required knowledge on the new lease accounting requirements or is further training required?



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Technical developments



Artificial intelligence (AI) in the accountancy sector

The ICAEW has published a series of articles on the topic. Their site contains a wealth of resource for those looking to leverage the current opportunities, and gain some insight into 'what next' in accounting.

<https://www.icaew.com/technical/technology/artificial-intelligence/generative-ai-guide#>

Machine learning and other AI techniques are not new, but they are rapidly evolving and transforming various domains. Business and accounting are among the fields that can benefit from AI, but they have not yet fully embraced its potential. To create a positive vision of the future, we need to understand how AI can address the challenges and opportunities in accounting and business, as well as the skills and competencies that accountants need to collaborate with intelligent systems.

The ICAEW highlight the AI tools that look to improve efficiency, insight and value including:

- Document generation: drafting documents such as proposals and reports, or producing ideas for presentations;
- Client communication: supporting client engagement, communication and correspondence tasks such as drafting letters, emails and tailored reminders;
- Document translation and summarisation: reading long documents such as contracts and providing a summary with key insights, or translating a document to another language;
- Assisting in the automation of repetitive, low-level judgement tasks, such as account categorisation;
- Software development: writing code and scripts to help with tasks, such as account reconciliations, fraud detection and complex data manipulation and analysis;
- Collating of information (for example producing a comparative list of target clients).

Comment:

Artificial intelligence (AI) systems are improving quickly and can be very powerful. They provide outputs that can be extremely accurate thus replacing and, in some cases, far superseding human efforts. IT systems and controls within your organisation are now, more than ever an important pillar of a successful enterprise.



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Technical developments



Comment:

The assessment of going concern is very much an accounting issue and not just an audit one.

If you are not sure on how to assess going concern a your next period end report, please contact one of our experts who can help understand the implications and help you prepare the accounts accordingly.

Going Concern – in an uncertain world

For those responsible for the preparation and/or approval of financial reports, there remains an ongoing challenge in ensuring financial statements contain the correct 'basis' and disclosures with regard to their 'Going Concern' state. With a backdrop of an uncertain macroeconomic environment caused by pandemic, war, supply-side challenges and corporate failures on the high street, the FRC has (re)issued its guidance on the topic:

<https://www.frc.org.uk/library/standards-codes-policy/accounting-and-reporting/annual-corporate-reporting/guidance-on-going-concern-basis/>

The following key questions must be considered:

- Has management undertaken an adequate going concern assessment?
- Have the financial statements been prepared on the correct basis (going concern, or basis other than)?
- Are the disclosures (material uncertainties) in the financial statements sufficient to ensure that a true and fair view is presented?

The assessment should match the entity's nature and size. For organisations where there is clearly some doubt as to their going concern status, the assessment would be expected to cover some or all of the following issues:

- The implications of a pandemic, war, inflation, or other 'economic shock' on income, supplies and staff.
- The expected future cash flows of the organisation for at least the period that should be covered by the review, i.e. twelve months from the date of the approval of the financial statements. Sensitize the key assumptions.
- The availability of additional sources of finance (and enforceability of) should it be required.
- Consideration of dependency on any key suppliers and staff and the implications if difficulties arise.
- If entity is part of a group, consideration of how going concern issues may be affecting the wider group and the implications for the entity.
- Consideration of any other known contingent liabilities and the potential impact on cash flow.

Management must form a conclusion based upon the issues on whether the entity is a going concern or not, and the implications for the basis of preparing the financial statements.



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Technical developments



Comment:

Like others in the profession, we support the Government's Bill to improve the quality of records held at Companies House but remain cautious regarding the challenges ahead.

Companies House Reform

The Government's Economic Crime and Corporate Transparency Bill achieved royal assent on the 26 October 2023. The Bill includes a series of significant reforms designed to improve the quality and value of financial information on the UK companies register, combat economic crime, whilst supporting growth in the UK.

The Bill (and Whitepaper preceding it) includes the following:

- All new and existing company directors, (and equivalents for other registrable entities), Persons with Significant Control (PSC) and anyone else submitting filings will need a verified account at Companies House.
- All companies will be required to file accounts digitally, with full tagging.
- Small companies will no longer have the option to prepare and file abridged accounts and will be required to file both their profit and loss account and directors' report (ie, the option to file "filleted" accounts will be removed).
- Micro-entities will also be required to file their profit and loss account but will continue to have the option to not prepare or file a directors' report.
- Increased powers granted to the Registrar to enable more investigations and challenges of filings.
- Limiting the number of times a company can shorten its accounting reference period (ARP) to align with the restrictions around extending its ARP.
- Options to enable companies to file financial information once a year with Government will be explored although there are no firm plans in this regard at this time.
- Time periods allowed for filing accounts will not be reduced at this time.
- Companies House fees are expected to rise following powers granted to cover its own expanded powers/costs.

Details: <https://www.gov.uk/government/publications/economic-crime-and-corporate-transparency-bill-2022-factsheets>

When? The timeline for implementing the key provisions is expected to be phased over the coming years, with the majority expected in 2025.



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Technical developments

Charity Governance Code

A series of scandals involving some of our most respected charities has damaged public perceptions and trust in the sector. Developed by charities and backed by the Charity Commission, the Charity Governance Code was launched to help restore public trust. It focusses attention around 7 principles of good governance and makes some key recommendations. Since its launch, the code has gained wide support from across the sector and early adopters have praised its clarity and accessibility, one charity describing it as a “no-brainer”. So what are the principles and how do you adopt it?



The code recommends taking each of the 7 principles and “apply or explain”. The seven principles are:

- **Organisation purpose**
- **Leadership**
- **Integrity**
- **Decision making, risk and control**
- **Board effectiveness**
- **Diversity**
- **Openness and accountability**

The code also recommends that there should be between 5 and 12 trustees and that they should each not serve on the board longer than 9 years.

The code has its own website <https://www.charitygovernancecode.org/en/front-page> where you will find an explanation of the principles and resources to help you understand and adopt them. There are two versions of the code depending on whether you are a small or a large charity and the website also provides a useful diagnostic tool to help you assess your current position and identify improvements. This is a fantastic starting point and we would recommend all our charity and academy school clients download this tool if they haven't already.

How you adopt the code is entirely up to you, but using a process that works for you and your own organisation is important. Some charities have set up working groups or a cross-sectional task force to implement the code, others have built it into the trustee meeting agenda so that it is addressed and reviewed on a regular basis. We are also encouraging clients to include the code in their annual trustee reports to help your stakeholders understand how you are continuing to make improvements. To find out more or to make a start, download the diagnostic tool from <https://www.charitygovernancecode.org/en/pdf>.



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Technical developments



Fraud

Cyber fraud is increasing in volume and scale and unfortunately organisations of all sizes are being targeted. A common fraud occurs when a fraudster contacts a member of staff with responsibility for authorising financial transfers and requests a one off, typically urgent, bank transfer. Contact is by email and from a similar email address to the one a trustee or member of the senior leadership team would use. These small differences are often hard to spot and, if the request is actioned, can result in substantial financial losses for the organisation.

There are things that can be done to protect against cyber fraud:

- Any urgent payment requests from the trustee should be confirmed verbally. Often a fraudster will target when they know the trustee is unavailable, such as on holiday, and where this is the case payment should not be made.
- Emails (and letters) from a supplier requesting a change of bank details should be confirmed verbally with your usual contact using your usual telephone number. Do not use the telephone number on the change of details request.
- Do not open attachments or click on links from unknown sources. For a link, hover your mouse pointer over the link to reveal its true destination. Beware if this is different from the email text.
- Ensure your anti-virus software is up to date. Malware can be used to remotely access accounts packages and edit existing beneficiaries. The payment file created by the accounts package will then use the fraudster's amended accounts details, rather than the genuine supplier or staff details.
- Ransomware is becoming more common. One way to protect yourself from such an attack is to take regular backups stored remotely from your computer or network.

Comment

We recommend that clients carry out a fraud risk assessment to determine their level of fraud exposure. Training should be given to all staff to ensure that they are aware of the risks, which will minimise the opportunity for frauds to be successful. More advice and information can be found at the National Cyber Security Centre's website: <https://www.cyberessentials.ncsc.gov.uk/>



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Tax rates and allowances 2024/2025

Disclaimer: Rates are for guidance only. No responsibility for loss occasioned by any person acting/refraining from action as a result of this information can be accepted by the authors or Firm.

Income Tax

Rates and bands (other than savings and dividend income)

2024/25		2023/24	
Band £	Rate %	Band £	Rate %
0 - 37,700	20	0 - 37,700	20
37,701 - 125,140	40	37,701 - 125,140	40
Over 125,140	45	Over 125,140	45

Income tax rates in Scotland and Wales on income other than savings and dividend income have been devolved.

Savings income	2024/25 and 2023/24
Savings allowance basic rate	£1,000
Savings allowance higher rate	£500

A starting rate of 0% may be available unless taxable non-savings income exceeds £5,000.

Dividend income	2024/25	2023/24
Dividend allowance	£500	£1,000
Dividend ordinary rate	8.75%	8.75%
Dividend upper rate	33.75%	33.75%
Dividend additional rate	39.35%	39.35%

Income Tax Reliefs

	2024/25	2023/24
Personal allowance	£12,570	£12,570
Personal allowance income limit	£100,000	£100,000
Marriage allowance	£1,260	£1,260
Married couple's allowance	£11,080	£10,375
- minimum amount	£4,280	£4,010
- income limit	£37,000	£34,600
Blind person's allowance	£3,070	£2,870

Individual Savings Accounts

	2024/25	2023/24
Overall investment limit	£20,000	£20,000
Junior account investment limit	£9,000	£9,000

Devolved Income Tax

Scotland rates and bands

2024/25		2023/24	
Band £	Rate %	Band £	Rate %
0 - 2,306	19	0 - 2,162	19
2,307 - 13,991	20	2,163 - 13,118	20
13,992 - 31,092	21	13,119 - 31,092	21
31,093 - 62,430	42	31,093 - 125,140	42
62,431 - 125,140	45	Over 125,140	47
Over 125,140	48		

Wales rates and bands

2024/25		2023/24	
Band £	Rate %	Band £	Rate %
0 - 37,700	20	0 - 37,700	20
37,701 - 125,140	40	37,701 - 125,140	40
Over 125,140	45	Over 125,140	45

Capital Gains Tax

Individuals	2024/25	2023/24
Exemption	£3,000	£6,000
Standard rate	10%	10%
Higher/additional rate	20%	20%
Trusts		
Exemption	£1,500	£3,000
Rate	20%	20%

Higher rates (18/24% for 2024/25 and 18/28% for 2023/24) may apply to the disposal of certain residential property.

Business Asset Disposal Relief

The first £1m of qualifying gains are charged at 10%.

Inheritance Tax

Death rate		Lifetime rate		Chargeable transfers
				2024/25 and 2023/24
Nil	Nil	Nil	Nil	0 - £325,000 (nil rate band)
40%	20%	40%	20%	Over £325,000

A further nil rate band of £175,000 may be available in relation to current or former residences.

Car, Van and Fuel Benefits

2024/25	
CO2 emissions g/km	% of list price taxed
0	2
1 - 50	
Electric range	130 or more
	70 - 129
	40 - 69
	30 - 39
	under 30
51 - 54	15
For every extra 5	+1
160 and above	37

For fully diesel cars generally add a 4% supplement (unless the car is registered on or after 1 September 2017 and meets the Euro 6d emissions standard) but the maximum is still 37%. For emissions of 75g/km or more if the CO2 figure does not end in a 5 or 0 round down to the nearest 5 or 0.

	2024/25
Car fuel benefit	£27,800
Van benefit	£3,960
Van fuel benefit	£757

Tax Reliefs for Individuals

2024/25 and 2023/24 Enterprise Investment Scheme (EIS)

Relief on investments in certain unquoted trading companies up to £1m per annum (£2m for knowledge intensive companies) :
• Income tax relief at 30% • Capital gains exemption on disposal
Unlimited amounts of capital gains from the disposal of other assets may be able to be deferred by making an EIS investment.

Seed Enterprise Investment Scheme (SEIS)

Relief on investments in certain unquoted trading companies up to £200,000 per annum:
• Income tax relief at 50% • Capital gains exemption on disposal
Capital gains from the disposal of other assets may be exempt up to £100,000 per annum by making an SEIS investment.

Venture Capital Trusts (VCTs)

Relief on investments in certain quoted companies up to £200,000 per annum:
• Income tax relief at 30% • Capital gains exemption on disposal
Dividends received from VCTs may be exempt from income tax.



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Tax rates and allowances 2024/2025

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Selected Rates

	2024/25	2023/24
Weekly benefit	£	£
New State Pension	221.20	203.85
Old State Pension	169.50	156.20
Statutory pay standard rates - average weekly earnings £123 (£123) or over		
Sick Pay	116.75	109.40
Maternity/Adoption Pay	184.03	172.48
Shared Parental Pay	184.03	172.48
Paternity Pay	184.03	172.48

National Living Wage and National Minimum Wage

Age	NLW	18-20	16-17	Apprentices
From 1 April 2024	£11.44	£8.60	£6.40	£6.40

Applies to apprentices under 19 or 19 and over in the first year of apprenticeship.
NLW applies to those aged 21 and over.

National Insurance

2024/25 Class 1 (employed) rates

Employee	Employer		
Earnings per week	%	Earnings per week	%
Up to £242	Nil	Up to £175	Nil
£242.01 - £967	8	Over £175	13.8
Over £967	2		

Entitlement to contribution-based benefits for employees retained for earnings between £123 and £242 per week. The employer rate is 0% for certain military veterans, employees under 21 and apprentices under 25 on earnings up to £967 per week.

Class 1A (employers)	13.8% on employee taxable benefits
Class 1B (employers)	13.8% on PAYE Settlement Agreements
Class 2 (self-employed)	nil (£3.45 per week where those with profits below £6,725 wish to make a voluntary contribution)
Class 3 (voluntary)	flat rate per week £17.45
Class 4 (self-employed)	6% on profits between £12,570 and £50,270 plus 2% on profits over £50,270

Corporation Tax

Years to 31.3.24 and 31.3.25	Profits band	Rate %
Small profits rate	£0 - 50,000	19
Marginal rate	50,001 - 250,000	26.5
Main rate	Over 250,000	25
Marginal relief fraction	3/200	

Profits limits are reduced for a company with associated companies. Different rates apply for ring-fenced (broadly oil industry) profit.

Capital Allowances

First Year Allowance (FYA) on certain plant, machinery and cars of 0g/km (for cars purchased before 1 April 2025)	100%
Corporation tax FYA ('full expensing') on certain new, unused plant and machinery from 1 April 2023	100%

Corporation tax FYA on new, unused long-life assets, integral features of buildings, etc. from 1 April 2023	50%
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Annual Investment Allowance £1,000,000 excluding cars

Writing Down Allowance	
Long-life assets, integral features of buildings, cars over 50g/km	6%
Other plant and machinery	18%

Structures and Buildings Allowance	3%
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Pensions

	2024/25	2023/24
Lifetime Allowance (LA) limit	No LA charge	No LA charge
Annual Allowance limit	£60,000	£60,000
Money Purchase Annual Allowance	£10,000	£10,000

Value Added Tax

	From 1.4.24	From 1.4.23
Standard rate	20%	20%
Reduced rate	5%	5%
Annual Registration Limit	£90,000	£85,000
Annual Deregistration Limit	£88,000	£83,000

Property Taxes

Across the whole of the UK, residential rates may be increased by 3% (4% in Wales and 6% in Scotland) where further residential properties are acquired.

Stamp Duty Land Tax

Land and buildings in England and N. Ireland

Residential* Band £	Rate %	Non-residential Band £	Rate %
0 - 250,000	0	0 - 150,000	0
250,001 - 925,000	5	150,001 - 250,000	2
925,001 - 1,500,000	10	Over 250,000	5
Over 1,500,000	12		

First-Time Buyer relief may apply to residential purchases up to £625,000.* *The residential property rules are scheduled to change from 1 April 2025.

Land and Buildings Transaction Tax

Land and buildings in Scotland

Residential Band £	Rate %	Non-residential Band £	Rate %
0 - 145,000	0	0 - 150,000	0
145,001 - 250,000	2	150,001 -	1
250,001 - 325,000	5	250,000	5
325,001 - 750,000	10	Over 250,000	
Over 750,000	12		

First-Time Buyer relief may apply on the first £175,000 of residential purchases.

Land Transaction Tax

Land and buildings in Wales

Residential Band £	Rate %	Non-residential Band £	Rate %
0 - 225,000	0	0 - 225,000	0
225,001 - 400,000	6	225,001 - 250,000	1
400,001 - 750,000	7.5	250,001 - 1,000,000	5
750,001 - 1,500,000	10	Over 1,000,000	6
Over 1,500,000	12		



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Hillier Hopkins at a glance



Top 50 firm in the UK as ranked by Accountancy Age

Three strategically located offices in

Founded in
1933

- Central London (Pall Mall) 
- Watford (20 mins by train from central London) 
- Milton Keynes (35 mins by train from central London) 


Approximately 250 staff including 19 Principals

Who we work with

We work with everyone from fledgling entrepreneurs right up to international companies.



Committed to sustainability

It is important to us that we support the communities we work in and look after the planet we inhabit. Through our annual program of sponsorship, fundraising and volunteering.

What do we do?

Our services include the obvious like accounts, tax and audit. However, where we can really add value is with our advisory expertise in everything from cloud accounting a setting up Xero to tax advisory and business valuations.

We also provide many other not so typical services for a firm of our size such as - customs advisory and declarations, outsourcing for international businesses, wealth management services, Probate services and US tax.

Independent members of TGS



Connecting us to to 4200 accountants, lawyers and professional staff in 58 countries worldwide.

Countries of client ownership include



Specialist expertise



Real estate
& construction



Import / Export



Manufacturing



Business services



TMT



Education



Financial services &
asset management



Hospitality
& leisure



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Our core values and accreditation



Our Core Values

Our firm's philosophy of "*friendly expertise*" is built on a commitment to our Core Values. You will find our team knowledgeable, friendly and cooperative. They will spend time with you to really understand the business, actively engaging and collaborating with you to help you meet your challenges and achieve your goals. Our Core Values were developed collaboratively by our staff and principals. They underpin our training and review process and our appraisal and personal development programme.

- Our Core Values are: Do the right thing, Expertise, Ownership, Positive collaboration and Making time.



Quality assurance

Hillier Hopkins LLP undergoes a number of quality assurance measures including the following:

- Chartered Accountants: We are fully subscribed to the training and technical requirements as set down by the Institute of Chartered Accountants in England and Wales (ICAEW) and subject to their periodic QAD quality checks.
- Internal file reviews: Performed throughout the year by managers from across the firm.
- External audit file reviews: Performed by Mercia (Professional Training and Support Services) and other ICAEW accredited bodies.



Investors in People

Hillier Hopkins LLP invests heavily in staff training and has held the "Investor in People" (IIP) accreditation since 1996. We were one of the first accountancy firms in Hertfordshire to be awarded the IIP accreditation.



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Sustainability

The staff and Principals at Hillier Hopkins are committed to having a positive impact on the world. As independent members of TGS, a global network of professionals, we are also signatories to the UNs Global Compact on Sustainable Development Goals (SDGs).



Highlights from our Sustainability Impact Report

Employee engagement and building partnerships with other organisations and groups have been key to our successes so far. Regular staff surveys help to understand sentiment and set priorities for our sustainability programme.

Community action

In 2023, litter picks have collected 270 bags of refuse and recycling from our community spaces.

Procurement and waste

In 2023, our soft plastics collection has removed 63 bags of rubbish from landfill.

We're reducing our carbon emissions

Our energy supply (where we are able to independently select energy suppliers for our offices) is 100% renewable

Next steps

Where do we go from here? Sustainability reports are not just about looking back, but also looking forward. Here we highlight three of our highest priorities to tackle next.

Education

Design a programme of basic business finance for beginners and offer to users of local organisations and charities. To inspire entrepreneurship and provide opportunities to prosper.

Carbon reduction

Develop a carbon reduction plan with ambitious targets for reducing carbon emissions throughout our offices.

Equality

Develop a mentoring programme to provide encouragement and inspiration all employees to progress and excel.



Looking after our people



Looking after our community



Looking after our world



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Other Services

Our experts - here to help you
Hillier Hopkins has a variety of experts within the firm who are available to work with you (*).

They are on hand to provide both long term, proactive advice and practical solutions to any business challenges and opportunities that arise.

For further information, please speak to your regular contact, or visit our website:

<https://hillierhopkins.co.uk/services>

*Compliance and advisory on:
raising finance & EIS share
ownership & EMI, R&D &
Patent Box, property,
taxation - SDLT, ATED &
Capital Allowances*

**Business
finance and tax
advisory**

**Personal tax
compliance
and tax
planning**

*A reliable and efficient tax
compliant service
Tax planning such as Capital
Gains Tax and estate planning
International tax*

*Cross border VAT
Making Tax Digital and bridging
software
Brexit advisory*

**VAT and
Indirect Taxes
compliance
and advisory**

**Business
support and
payroll**

*Free up internal resources with
our reliable and accurate
outsourced services such as
bookkeeping, management
accounts, payroll and company
secretary*

*Strategy and planning facilitation
and support for non-exec
directors such as: exit and
succession planning, mergers &
acquisitions, selling the business*

**Board advisory
and support**

**Wealth
management**

*Delivered by SATIS Wealth,
part of the Hillier Hopkins family
Highly experienced team with
Big4 and mid-tier backgrounds
Retirement Planning and
investment structuring*

*Recommended tax efficient
employee benefits
Take care of time consuming
P11d forms and annual
submission to HMRC*

**Efficient and
accurate P11d
service**

**Tax
investigation
and disputes**

*Experienced team to handle any
investigations by, or disputes
with HMRC
Negotiating on your behalf
Fee protection service available
to clients*

* Non-audit services are subject to certain Ethical Standard safeguards, or in some cases are prohibited.



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Independent member of



hillierhopkins.co.uk

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Dear Sirs

The following representations are made on the basis of enquiries of management and staff with relevant knowledge and experience such as we consider necessary in connection with your audit of the association's financial statements for the year ended 31 March 2025. These enquiries have included inspection of supporting documentation where appropriate and are sufficient to satisfy ourselves that we can make each of the following representations. All representations are made to the best of our knowledge and belief.

General

- 1 We have fulfilled our responsibilities as directors / trustees as set out in the terms of your engagement letter, under the Companies Act 2006 for preparing financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), for being satisfied that they give a true and fair view and for making accurate representations to you.
- 2 All the transactions undertaken by the association have been properly reflected and recorded in the accounting records.
- 3 All the accounting records have been made available to you for the purpose of your audit. We have provided you with unrestricted access to all appropriate persons within the association, and with all other records and related information requested, including minutes of all management and trustee meetings and correspondence with The Charity Commission.
- 4 The financial statements are free of material misstatements, including omissions.
- 5 The effects of uncorrected misstatements (as set out in the Audit Findings Document) are immaterial both individually and in total.

Internal control and fraud

- 6 We acknowledge our responsibility for the design, implementation and maintenance of internal control systems to prevent and detect fraud and error. We have disclosed to you the results of our risk assessment that the financial statements may be misstated as a result of fraud.
- 7 We have disclosed to you all instances of known or suspected fraud affecting the entity involving management, employees who have a significant role in internal control or others that could have a material effect on the financial statements.
- 8 We have also disclosed to you all information in relation to allegations of fraud or suspected fraud affecting the entity's financial statements communicated by current or former employees, analysts, regulators or others.

Assets and liabilities

- 9 The association has satisfactory title to all assets and there are no liens or encumbrances on the association's assets, except for those that are disclosed in the notes to the financial statements.
- 10 All actual liabilities, contingent liabilities and guarantees given to third parties have been recorded or disclosed as appropriate.
- 11 We have no plans or intentions that may materially alter the carrying value and where relevant the fair value measurements or classification of assets and liabilities reflected in the financial statements.

Accounting estimates

- 12 Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.

Legal claims

- 13 We have disclosed to you all claims in connection with litigation that have been, or are expected to be, received and such matters, as appropriate, have been properly accounted for, and disclosed in, the financial statements.

Laws and regulations

- 14 We have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered when preparing the financial statements.

Related parties

- 15 Related party relationships and transactions have been appropriately accounted for and disclosed in the financial statements. We have disclosed to you all relevant information concerning such relationships and transactions and are not aware of any other matters which require disclosure in order to comply with legislative and accounting standards requirements.

Subsequent events

- 16 All events subsequent to the date of the financial statements which require adjustment or disclosure have been properly accounted for and disclosed.

Going concern

- 17 We believe that the association's financial statements should be prepared on a going concern basis on the grounds that current and future sources of funding or support will be more than adequate for the association's needs. We have considered a period of twelve months from the date of approval of the financial statements. We believe that no further disclosures relating to the association's ability to continue as a going concern need to be made in the financial statements.

Grants and donations

- 18 All grants, donations and other income, the receipt of which is subject to specific terms or conditions, have been notified to you. There have been no breaches of terms or conditions in the application of such income.

Each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that you are aware of that information.

Yours faithfully

Printed name: Philip Ashbrook

Signed:

Signed by:

Philip Ashbrook

.....F1A814556DCF4EB.....

Signed on behalf of the board

Date: 12-08-2025 | 13:22 BST

Accounts

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Financial Statements

Year Ended 31 March 2024

Regulator for Social Housing registration number: H1167

Company registration number: 955757 (England & Wales)

Charity registration number: 262424

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Financial Statements

Year Ended 31 March 2024

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The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Registered Social Housing Provider Information

Year Ended 31 March 2024

**Members of the board
at 31 March 2024**

Ms KJ Sheldon (Chairman)
Mrs CJ Hopcraft
Ms L Hoteit
Mr J Eversham
Mr D Steer (appointed 27 April 2023, resigned
15 February 2024)
Mr G Adeleke (appointed 25 July 2023)
Mr A Shailer-Smith (appointed 4 January 2022,
resigned 10 August 2023)
Mrs J Ridgway (resigned 23 June 2023)
Mr G Wrzosek (appointed 26 February 2024)
Ms D Marsh (appointed 6 November 2023,
resigned 10 July 2024))
Mrs R Stonestreet (appointed 22 January 2024)
Miss M Brady (appointed 22 January 2024)
Mr I Smith (appointed 26 February 2024)
Mr P Ashbrook (appointed 24 June 2024)

Registered office

Annett House
Common Gardens
Potten End
Hertfordshire
HP4 2RH

Auditor

Hillier Hopkins LLP
Radius House
51 Clarendon Road
Watford
Hertfordshire
WD17 1HP

Solicitors

Austins Penny & Thorne
175 High Street
Berkhamsted
Hertfordshire
HP4 3HG

Bankers

Barclays Bank PLC
Lloyds Bank PLC

**Regulator for Social Housing
registration number**

H1167

Company registration number

00955757 (England & Wales)

Charity registration number

262424

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

The board of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited present their report and the audited financial statements of the Society for the year ended 31 March 2024.

Members of the board

The members of the board who have served during the year are as follows:

Ms KJ Sheldon (Chairman)
Mrs CJ Hopcraft
Ms L Hoteit
Mr J Eversham
Mr D Steer (appointed 27 April 2023, resigned 15 February 2024)
Mr G Adeleke (appointed 25 July 2023)
Mr A Shailer-Smith (appointed 4 January 2022, resigned 10 August 2023)
Mrs J Ridgway (resigned 23 June 2023)
Mr G Wrzosek (appointed 26 February 2024)
Ms D Marsh (appointed 6 November 2023, resigned 10 July 2024))
Mrs R Stonestreet (appointed 22 January 2024)
Miss M Brady (appointed 22 January 2024)
Mr I Smith (appointed 26 February 2024)
Mr P Ashbrook (appointed 24 June 2024)

Review of activities

The principal activity of the Society is to provide supported sheltered housing accommodation for lonely and elderly people in accordance with the aims and principles of the national Abbeyfield Society. Each year the Directors review the Society's objectives and activities to ensure that they continue to reflect its aims; in carrying out this review the Directors, who are also charitable trustees, have considered the Charity Commission's guidance on public benefit. The Society aims to offer equal and fair access to all eligible older people and the Society aims to be affordable to all. Financial assessments do not play a part in the selection process, but the Society will discuss with applicants the charges and how they plan to meet them; where appropriate the Society will facilitate access to advice about claiming benefits and provide any information in support of a resident's claim.

A review of the current level of staff coverage within the houses took place and a more robust staff structure was established, and recruitment of staff began. The Society has focused on increasing the level of cover with the Society to ensure that the residents and sponsors have increased visibility of management and have an improved service provided by skilled staff.

Results for the year and reserves policy

The Society reports a surplus of £61,498 for the year under review (2023: £120,906). We have experienced times of reduced income within the houses due to short term voids (8% in 2024, 5% in 2023) which have occurred due to residents moving on. The society has continued to focus on completing the outstanding repairs and maintenance that was placed on hold due to the previous COVID -19 restrictions as a result there has been an increase compared to the previous year.

The Society's reserves stand at £1,526,407 of which £639,295 is held in cash. In the first instance, this would be required to cover at least six months' cash operating costs in the event of an emergency and is therefore considered adequate. It is the policy of the Directors to utilise any further surpluses which arise to maintain and improve the physical condition of the Society's houses.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Future developments

The Society wishes to ensure a safe and happy environment in its houses, but the Directors will not take any action which could threaten the safety of the residents and will continue to follow the guidance and advice issued by the government and by health and regulatory bodies as far as imposing and lifting restrictions on access to the houses is concerned. The Directors are confident that reserves are adequate to protect the Society's financial position in the present circumstances.

The Society will aim to continue to invest in refurbishing and modernising the accommodation of the three supported sheltered houses which it owns, and the Directors will continue to use all generated operating surpluses to improve the quality of the houses as well as maintain an appropriate level of cash reserves to fund the operations of the Society.

The Board, which is wholly comprised of volunteers, will continue to seek new members who can contribute to the work of the Society and take it forward in planning for the future. The roles of paid staff are being developed to the extent permitted by available funding to ensure that the houses are run professionally and are not adversely affected by the absence of volunteers.

Governance

The Society is bound by the Governance and Financial Viability Standard issued by the Regulator of Social Housing and by the Charity Commission's Code of Governance. The Directors are of the view that compliance with these codes is best achieved by continuous adherence to the Core Standard set by the national Abbeyfield Society with which the Society has in the past achieved full compliance. The Core Standard will shortly be replaced by the Quality Standard with which the Society will comply.

The Directors keep under regular review the risks to which the Society may be exposed, and the means of mitigating such risks, and they acknowledge their ultimate responsibility for ensuring that the Society has in place a system of controls that is appropriate to the business environment in which the Society operates.

The Directors find that after making enquiries they have a reasonable expectation that the Society has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the accounts.

Directors' responsibilities

The Board is responsible for preparing the annual report and the financial statements in accordance with applicable law and regulation.

Company law and social housing legislation requires the Board to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Company law the Board 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.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

In preparing these financial statements, the Board members are required to:

- select suitable accounting policies and apply them consistently.
- make judgements and accounting estimates that are reasonable and prudent.
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice "Accounting by Registered Social Housing Providers 2018" and FRS102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Society will continue in business.

Board members 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, the Housing and Regeneration Act 2008 and the Accounting Direction for Registered Providers of Social Housing 2019. They are also responsible for safeguarding the assets of the Society and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

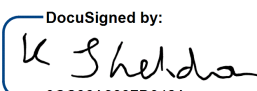
Board members are responsible for ensuring that the Report of the Board is prepared in accordance with the Statement of Recommended Practice "Accounting by Registered Social Housing Providers 2018" and FRS 102. The Board is responsible for ensuring that the assets of the Society are properly applied under charity law.

Disclosure of information to the auditors

We, the directors of the company who held office at the date of approval of these Financial Statements as set out above each confirm, so far as we are aware, that:

- there is no relevant audit information of which the company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

By order of the Board

DocuSigned by:

0CC96A3897D042A...
Ms Karen Sheldon

Chairman

Date 17-10-2024 | 09:15 BST

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Opinion

We have audited the financial statements of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (the 'association') for the year ended 31 March 2024 which comprise the Statement of Comprehensive Income, the Balance Sheet, the Cash Flow Statement 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 association's affairs as at 31 March 2024, and of 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 Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2015.

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 association in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The board are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- the association has not kept proper books of account, and not maintained a satisfactory system of control over its transactions, in accordance with the requirements of the legislation; or
- the revenue account, any other accounts to which our report relates, and the balance sheet are not in agreement with the association's books of account; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the board

As explained more fully in the board's responsibilities statement set out on page 4, the board 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 it determines 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 board are responsible for assessing the association'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 board either intends to liquidate the association or to cease operations, or has 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- the nature of the industry and sector, control environment and business performance including the remuneration incentives and pressures of key management;
- the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management. We consider the results of our enquiries of management, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the association's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team, regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (continued)

Auditor's responsibilities for the audit of the financial statements (continued)

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

We also obtained an understanding of the legal and regulatory frameworks that the association operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. We focused on laws and regulations that could give rise to a material misstatement in the financial statements, including, but not limited to the Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2015.

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>

This description forms part of our auditor's report.

Use of our report

This report is made solely to the association's members, as a body, in accordance with Section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the association'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 association and the association's members as a body, for our audit work, for this report, or for the opinions we have formed.

Alexander Bottom ACA (Senior Statutory Auditor)

For and on behalf of
Hillier Hopkins LLP

Chartered Accountants
Statutory Auditor

Radius House
51 Clarendon Road
Watford
Hertfordshire
WD17 1HP

Date

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited**Statement of Comprehensive Income (Including Income and Expenditure Account)****Year Ended 31 March 2024**

	Note	Year ended 31 March 2024 £	Year ended 31 March 2023 £
Turnover	2	676,894	709,440
Operating costs	2,3	<u>(627,934)</u>	<u>(591,914)</u>
Operating surplus		48,960	117,526
Interest receivable and similar income	5	<u>8,350</u>	<u>3,380</u>
Surplus for the year before and after tax		<u>57,310</u>	<u>120,906</u>
Total comprehensive income for the year		<u>57,310</u>	<u>120,906</u>

All of the above amounts relate to continuing operations.

There were no recognised gains or losses other than the surplus for the year stated above.

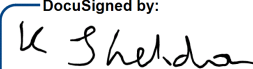
The notes on pages 12 to 20 form part of these financial statements

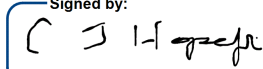
The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited**Statement of Financial Position****Year Ended 31 March 2024**

	Note	2024 £	2023 £
Fixed assets			
Tangible fixed assets	12, 13	1,042,823	992,603
		1,042,823	992,603
Current assets			
Debtors	15	5,600	11,289
Cash at bank and in hand		639,295	633,407
		644,895	644,696
Creditors: amounts falling due within one year	16	(24,269)	(26,713)
Net current assets		620,626	617,983
Total assets less current liabilities		1,663,449	1,610,586
Creditors: amounts falling due after more than one year	17	(141,230)	(145,677)
Total net assets		1,522,219	1,464,909
Reserves			
Income and expenditure reserve	19	1,522,219	1,464,909

The financial statements were approved and authorised for issue by the Board.

Signed on behalf of the Board:

DocuSigned by:

 0CC96A3897D042A...
Ms K Sheldon
Director
Date: 17-10-2024 | 09:15 BST

Signed by:

 5C5E5B2C412F40C...
Ms C Hopcraft
Director
Date: 17-10-2024 | 10:36 BST

The notes on pages 12 to 20 form part of these accounts.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Changes in Reserves

Year Ended 31 March 2024

Income and Expenditure Reserve

	£
At 1 April 2023	1,464,909
Surplus for the year	<u>61,498</u>
At 31 March 2024	<u>1,526,407</u>

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Cash Flows

Year Ended 31 March 2024

	Note	Year ended 31 March 2023 £	Year ended 31 March 2022 £
Cash flow from operating activities			
Surplus for the year	2	48,960	117,526
Adjustments for:			
Depreciation of fixed assets: housing properties	12	37,039	35,314
Depreciation of fixed assets: fixtures, fittings and equipment	13	28,770	21,752
Purchase of fixed assets	12/13	(116,030)	(77,113)
Amortisation of capital grant	18	(4,447)	(4,447)
Decrease/(Increase) in debtors		5,689	(4,373)
Increase/(Decrease) in creditors		(2,443)	607
Net cash inflow from operating activities		(2,462)	89,266
Cash flow from investing activities			
Interest received		8,350	3,380
Net cash inflow/(outflow) from investing activities		8,350	3,380
Net increase in cash and cash equivalents		5,888	92,646
Cash and cash equivalents at 31 March 2023		633,407	540,761
Cash and cash equivalents at 31 March 2024		639,295	633,407
Cash and cash equivalents consists of:			
Cash at bank and in hand		639,295	633,407
Cash and cash equivalents at 31 March 2023		639,295	633,407

Analysis of Net Debt

	At 1 April 2023 £	Cash flows £	At 31 March 2024 £
Cash at bank and in hand	633,407	5,888	639,295

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements

Year Ended 31 March 2024

1 Summary of significant accounting policies

(a) General information and basis of preparation

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited is a company limited by guarantee not having a share capital, a registered charity and a private registered provider of social housing in the United Kingdom. The address of the registered office is given in the information on page 1 of these financial statements. The nature of the Society's operations and principal activities are the provision of supported sheltered accommodation for the elderly.

The Society constitutes a public benefit entity as defined by FRS 102.

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 *The Financial Reporting Standard Applicable in the UK and Republic of Ireland* (FRS 102), the Statement of Recommended Practice (SORP) for Social Housing Providers 2018, and with the Accounting Direction for private registered providers of social housing in England 2019. The financial statements are also prepared under the requirements of the Housing and Regeneration Act 2008 and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling, which is the functional currency of the Society.

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

(b) Going concern

As at the year end, the company had net current assets of £627,020 and generated a surplus of £63,704 before other comprehensive gains/losses. The members of the board have taken steps to manage the cash flow during the year in review and continue to monitor budgets for the next 12 months accordingly. Having due regard to these matters and after making appropriate enquiries, the board members have reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Therefore, the board members continue to adopt the going concern basis in preparing these Financial Statements.

(c) Tangible fixed assets

Tangible fixed assets (including social housing properties) are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended such as the cost of acquiring land and buildings, developments costs, interest charges on loans during the development period and expenditure on improvements. Expenditure on improvements will only be capitalised when it results in incremental future benefits such as increasing rental income, reducing maintenance costs or results in a significant extension of the useful economic life of the property.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2024

(c) Tangible fixed assets (continued)

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Housing properties	Over 50 years
Improvements and refurbishments to housing properties	Over 20 years
Fixture, fittings and equipment	Over 10-15 years

Housing properties under construction are not depreciated until they are in use.

Major components of housing properties, such as lifts, heating and warden alarm systems, have been accounted for and depreciated separately from the connected housing property, over their expected useful economic lives and are included in fixtures, fittings and equipment.

The useful economic lives of all tangible fixed assets are reviewed annually.

(d) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the statement of comprehensive income in other administrative expenses.

(e) Impairment

The Society's housing properties are assessed for indicators of impairment at each balance sheet date. If such indication exists, the recoverable amount is estimated and compared to the carrying amount. Where the carrying amount exceeds the recoverable amount, an impairment loss is recognised in expenditure through the statement of comprehensive income.

(f) Tax

The Society has charitable status and is not in general subject to Corporation Tax.

The Society is not registered for VAT.

(g) Turnover and other income

Turnover is measured at the fair value of the consideration received or receivable net of trade discounts. It represents rental and service charges income receivable in the year, net of rent and service charge losses from voids.

Interest receivable

Interest income is recognised using the effective interest method.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2024

(g) Turnover and other income (continued)

Revenue grants

Revenue grants receivable that are not subject to performance-related conditions are included within income from legacies and donations.

(h) Employee benefits

Pension costs

The Society operates a defined contribution pension plan for the benefit of its employees. Contributions are expensed as they become payable.

Holiday pay accrual

A liability is recognised for the salary cost of any unused holiday pay entitlement which has accrued at the balance sheet date and has been carried forward to future periods.

(i) Restricted and endowment reserves

Restricted and endowment reserves are those reserves which are only expendable in accordance with the wishes of the funder or regulatory body. Restricted reserves include funds raised in response to a specific appeal. Endowment funds represent those assets which must be held permanently, principally insert detail. Revenue and expenditure cannot be directly set against restricted and endowment reserves but is taken through the statement of comprehensive income and then a transfer to restricted and endowment reserves is made as appropriate.

(j) Judgements and key sources of estimation uncertainty

In preparing these financial statements the key judgement that has been made is in respect of whether there are indicators of impairment of the Society's housing properties.

The key source of estimation uncertainty lies in the assessment of the useful lives of the Society's housing properties and other tangible fixed assets, which determines the charge for depreciation made in the Comprehensive Income and Expenditure Statement.

In common with other similar entities the Society has at times been unable to fill vacancies due to the restrictions on access caused by the coronavirus pandemic. The Directors are confident that the Society's financial position is adequately protected by its reserves.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2024

2 Turnover, operating costs and operating surplus

Year ended 31 March 2024

	Turnover £	Operating Costs £	Operating surplus £
Social housing lettings (note 3)	676,099	(627,934)	48,165
Legacies and donations	795	-	795
Total	676,894	(627,934)	48,960

Year ended 31 March 2023

	Turnover £	Operating Costs £	Operating surplus £
Social housing lettings (note 3)	693,130	(591,914)	101,216
Legacies and donations	16,310	-	16,310
Total	709,440	(591,914)	117,526

3 Particulars of turnover and operating costs from social housing

	Year ended 31 March 2024 £	Year ended 31 March 2023 £
Turnover		
Rent receivable net of void losses	671,652	688,683
Capital grants released to income	4,447	4,447
Turnover from social housing lettings	676,099	693,130
Operating costs		
Management and administration	118,598	96,106
Service costs	386,221	390,461
Routine repairs and maintenance	50,384	41,134
Major repairs expenditure	6,922	7,147
Depreciation of housing properties	37,039	35,314
Other costs	28,770	21,752
Operating costs on social housing lettings	627,934	591,914
Operating surplus on social housing lettings	48,165	101,216
Void losses	62,374	44,973

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2024

4 Accommodation owned and in management

	Number of units at 31 March 2024	Number of units at 31 March 2023
Completed units:		
Supported housing for the elderly	34	34

5 Interest and other finance income and charges

	Year ended 31 March 2024 £	Year ended 31 March 2023 £
Bank interest receivable	8,350	3,380

6 Surplus on ordinary activities

Surplus on ordinary activities is stated after charging:

	Year ended 31 March 2024 £	Year ended 31 March 2023 £
Auditors' remuneration	11,859	12,850
Depreciation of housing properties	37,039	35,314
Depreciation of other tangible fixed assets	28,770	21,752

7 Staff costs

The average monthly number of employees, calculated on a full time equivalent basis, during the year was 10.9 (2023: 10). The aggregate remuneration of such employees was as follows:

	Year ended 31 March 2024 £	Year ended 31 March 2023 £
Wages and salaries	299,452	284,555
Social security	9,024	12,356
Pension fund contributions	5,018	5,921
	313,494	302,832

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2024

7 Staff costs (continued)

No employees received more than £60,000 as their employee package.

8 Related party disclosures

During the year, three trustees, who are also directors, received reimbursement of £1,453 in respect of goods, services and consumables purchased on behalf of the company (2023: three trustees received reimbursement of £1,619).

One further related parties made supplies to the Society totalling £3,598 (2023: £5,094).

9 Pensions and other post-retirement benefits

The Society operates a defined contribution pension plan for its employees. The amount recognised as an expense in the year is disclosed at note 7 above.

10 Tax

The Society has charitable status and is not in general subject to Corporation Tax.

11 Value for Money metrics

The Regulator of Social Housing requires registered providers to articulate and deliver a comprehensive and strategic approach to achieving value for money in meeting their organisation's objectives. As part of that process, providers are required to publish evidence which enables stakeholders to understand their performance. This evidence includes certain metrics set out below. Other metrics required by the Regulator are not applicable to the Society which has not developed housing for some time and is debt free.

	Year ended 31 March 2024 £	Year ended 31 March 2023 £
Reinvestment in housing stock by reference to cost of stock	3.0%	1.9%
Social housing cost per unit	17,437	16,539
Operating margin by reference to turnover		
- Social housing only	7.7%	14.6%
- All activities	7.8%	16.6%

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2024

12 Tangible fixed assets: housing properties

	£
Cost:	
At 1 April 2023	1,842,938
Additions	50,800
At 31 March 2024	1,893,738
Depreciation:	
At 1 April 2023	973,888
Charge for the year	37,039
At 31 March 2024	1,010,927
Net book value:	
At 31 March 2024	882,811
At 1 April 2023	869,050

All housing properties are held freehold.

13 Tangible fixed assets: fixtures, fittings and equipment

	£
Cost:	
At 1 April 2023	281,119
Additions	65,230
At 31 March 2024	346,349
Depreciation:	
At 1 April 2023	157,567
Charge for the year	28,770
At 31 March 2024	186,337
Net book value:	
At 31 March 2024	160,012
At 1 April 2023	123,552

14 Capital commitments

No capital expenditure had been authorised by the board or contracted for at 31 March 2024 (2023: £nil).

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited**Notes to the Financial Statements (continued)****Year Ended 31 March 2024****15 Debtors**

	2024	2023
	£	£
Trade debtors	-	198
Prepayments and accrued income	5,448	6,753
Rent and service charge arrears	-	4,188
Other debtors	152	150
	5,600	11,289

16 Creditors: amounts falling due within one year

	2024	2023
	£	£
Trade creditors	13,110	16,182
Rents paid in advance	-	-
Tax and social security	5,146	4,885
Deferred capital grants (note 18)	4,416	4,416
Other creditors	1,597	1,230
	24,269	26,713

17 Creditors: amounts falling due after more than one year

	2024	2023
	£	£
Deferred capital grants (note 18)	141,230	145,677
	141,230	145,677

18 Deferred capital grants

	2024	2023
	£	£
At 1 April 2023	150,093	154,572
Released to income during the year	(4,416)	(4,479)
At 31 March 2024	145,677	150,093

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2024

18 Deferred capital grants (continued)

	2024 £	2023 £
Included in amounts falling due within one year	4,416	4,416
Included in amounts falling due after more than one year	141,230	145,677
At 31 March 2024	145,646	150,093

Deferred capital grants represent the unamortised portions of historic capital grants (Social Housing Grants) given for the acquisition of land and development of buildings completed in prior years. In accordance with FRS 102 these are disclosed within creditors.

19 Reserves

Income and expenditure reserve

The income and expenditure reserve represents cumulative surplus and deficits net of other adjustments.

	2024 £	2023 £
At 1 April 2023	1,464,909	1,344,003
Surplus for the year	57,310	120,906
At 31 March 2024	1,522,219	1,464,909

20 Company limited by guarantee

The Society is a company limited by guarantee, not having a share capital.

There are seven members (2023: seven), each of whom has agreed to contribute to the assets of the company such a sum as may be required on winding up but not exceeding £1 per member.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Detailed Income and Expenditure Account

Year Ended 31 March 2024

	Year ended 31 March 2024 £	Year ended 31 March 2023 £
INCOME		
Residential Charges Receivable	734,026	733,656
Losses arising from Vacancies & Absences	(62,374)	(44,973)
Capital grants released to income	4,447	4,447
Turnover from Social Housing Lettings	676,099	693,130
Donations and Fund Raising	795	16,310
Bank Deposit Interest	8,350	3,380
TOTAL INCOME	685,244	712,820
EXPENDITURE		
Management & Administration		
Insurance	9,256	8,155
Membership - The Abbeyfield Society and other regulators	8,589	10,736
Subscriptions and marketing	696	704
Auditors Remuneration	11,859	12,850
Legal and Professional Fees	2,960	2,651
Bank Charges	669	644
Administration salary costs	80,499	58,070
Administrative Expenses	4,070	2,296
	118,598	96,106
Service Costs		
Employee Costs	232,995	244,762
Staff Training and Advertising	733	521
Travel and Subsistence	1,834	1,623
Food	49,342	44,024
Heating and Lighting	55,622	47,393
Garden and Other Household costs	12,065	15,565
Water rates	3,301	5,829
Council Tax	7,836	7,464
Alarm System	2,489	4,614
Printing, Stationery and Postage	970	784
Telephone	7,557	5,695
Gifts and Donations	(325)	-
Computer expenses	199	-
Social Activities	3,812	1,568
Miscellaneous	1,086	1,866
Window cleaning	1,874	1,623
Equipment replacement	4,831	7,130
	386,221	390,461
Routine Repairs & Maintenance	50,384	41,134
Major Repairs Expenditure	6,922	7,147
Depreciation of housing properties	37,039	35,314
Other depreciation	28,770	21,752
TOTAL EXPENDITURE	627,934	591,914
TOTAL SURPLUS FOR THE YEAR	57,310	120,906

This page does not form part of the audited financial statements

THE ABBEYFIELD BERKHAMSTED AND HEMEL HEMPSTEAD SOCIETY LIMITED

England & Wales - Charity number 262424

Accounts

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Financial Statements

Year Ended 31 March 2023

Regulator for Social Housing registration number: H1167

Company registration number: 955757 (England & Wales)

Charity registration number: 262424

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited
Financial Statements
Year Ended 31 March 2022

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The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Registered Social Housing Provider Information

Year Ended 31 March 2023

**Members of the board
at 31 March 2023**

Ms KJ Sheldon (Chairman)
Mrs CJ Hopcraft
Ms L Hoteit
Mr J Eversham (appointed 20 October 2022)
Mr D Steer (appointed 27 April 2023)
Mr G Adeleke (appointed 25 July 2023)
Mr A Shailer-Smith (appointed 4 January 2022,
resigned 10 August 2023)
Mr D Chabbra (resigned 18 August 2022)
Mr C Lawn (resigned 18 July 2022)
Mr I Odegbami (resigned 16 July 2022)
Mrs J Ridgway (resigned 23 June 2023)
Ms S Eaves (resigned 9 November 2022)
Mr L Hickman (resigned 31 December 2022)

Registered office

Annett House
Common Gardens
Potten End
Hertfordshire
HP4 2RH

Auditor

Hillier Hopkins LLP
Radius House
51 Clarendon Road
Watford
Hertfordshire
WD17 1HP

Solicitors

Austins Penny & Thorne
175 High Street
Berkhamsted
Hertfordshire
HP4 3HG

Bankers

Barclays Bank PLC
Lloyds Bank PLC

**Regulator for Social Housing
registration number**

H1167

Company registration number

00955757 (England & Wales)

Charity registration number

262424

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

The board of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited present their report and the audited financial statements of the Society for the year ended 31 March 2023.

Members of the board

The members of the board who have served during the year are as follows:

Ms KJ Sheldon (Chairman)
Mrs CJ Hopcraft
Ms L Hoteit
Mr J Eversham (appointed 20 October 2022)
Mr D Steer (appointed 27 April 2023)
Mr G Adeleke (appointed 25 July 2023)
Mr A Shailer-Smith (appointed 4 January 2022, resigned 10 August 2023)
Mr D Chhabra (resigned 18 August 2022)
Mr C Lawn (resigned 18 July 2022)
Mr I Odegbami (resigned 16 July 2022)
Mrs J Ridgway (resigned 23 June 2023)
Ms S Eaves (resigned 9 November 2022)
Mr L Hickman (resigned 31 December 2022)

Review of activities

The principal activity of the Society is to provide supported sheltered housing accommodation for lonely and elderly people in accordance with the aims and principles of the national Abbeyfield Society. Each year the Directors review the Society's objectives and activities to ensure that they continue to reflect its aims; in carrying out this review the Directors, who are also charitable trustees, have considered the Charity Commission's guidance on public benefit. The Society aims to offer equal and fair access to all eligible older people and the Society aims to be affordable to all. Financial assessments do not play a part in the selection process, but the Society will discuss with applicants the charges and how they plan to meet them; where appropriate the Society will facilitate access to advice about claiming benefits and provide any information in support of a resident's claim.

A review of the current level of staff coverage within the houses took place and a more robust staff structure was established, and recruitment of staff began. The Society has focused on increasing the level of cover with the Society to ensure that the residents and sponsors have increased visibility of management and have an improved service provided by skilled staff.

Results for the year and reserves policy

The Society reports a surplus of £120,906 for the year under review (2022: £126,102). We have experienced times of reduced income within the houses due to short term voids (5% in 2023, 5% in 2022). which have occurred due to residents moving on. The society has continued to focus on completing the outstanding repairs and maintenance that was placed on hold due to the previous COVID -19 restrictions as a result there has been an increase compared to the previous year.

The Society's reserves stand at £1,464,909 of which £633,407 is held in cash. In the first instance, this would be required to cover at least six months' cash operating costs in the event of an emergency and is therefore considered adequate. It is the policy of the Directors to utilise any further surpluses which arise to maintain and improve the physical condition of the Society's houses.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Future developments

The Society wishes to ensure a safe and happy environment in its houses, but the Directors will not take any action which could threaten the safety of the residents and will continue to follow the guidance and advice issued by the government and by health and regulatory bodies as far as imposing and lifting restrictions on access to the houses is concerned. The Directors are confident that reserves are adequate to protect the Society's financial position in the present circumstances.

The Society will aim to continue to invest in refurbishing and modernising the accommodation of the three supported sheltered houses which it owns, and the Directors will continue to use all generated operating surpluses to improve the quality of the houses as well as maintain an appropriate level of cash reserves to fund the operations of the Society.

The Board, which is wholly comprised of volunteers, will continue to seek new members who can contribute to the work of the Society and take it forward in planning for the future. The roles of paid staff are being developed to the extent permitted by available funding to ensure that the houses are run professionally and are not adversely affected by the absence of volunteers.

Governance

The Society is bound by the Governance and Financial Viability Standard issued by the Regulator of Social Housing and by the Charity Commission's Code of Governance. The Directors are of the view that compliance with these codes is best achieved by continuous adherence to the Core Standard set by the national Abbeyfield Society with which the Society has in the past achieved full compliance. The Core Standard will shortly be replaced by the Quality Standard with which the Society will comply.

The Directors keep under regular review the risks to which the Society may be exposed, and the means of mitigating such risks, and they acknowledge their ultimate responsibility for ensuring that the Society has in place a system of controls that is appropriate to the business environment in which the Society operates.

The Directors find that after making enquiries they have a reasonable expectation that the Society has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the accounts.

Directors' responsibilities

The Board is responsible for preparing the annual report and the financial statements in accordance with applicable law and regulation.

Company law and social housing legislation requires the Board to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Company law the Board 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.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

In preparing these financial statements, the Board members are required to:

- select suitable accounting policies and apply them consistently.
- make judgements and accounting estimates that are reasonable and prudent.
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice "Accounting by Registered Social Housing Providers 2018" and FRS102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Society will continue in business.

Board members 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, the Housing and Regeneration Act 2008 and the Accounting Direction for Registered Providers of Social Housing 2019. They are also responsible for safeguarding the assets of the Society and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

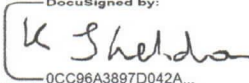
Board members are responsible for ensuring that the Report of the Board is prepared in accordance with the Statement of Recommended Practice "Accounting by Registered Social Housing Providers 2018" and FRS 102. The Board is responsible for ensuring that the assets of the Society are properly applied under charity law.

Disclosure of information to the auditors

We, the directors of the company who held office at the date of approval of these Financial Statements as set out above each confirm, so far as we are aware, that:

- there is no relevant audit information of which the company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

By order of the Board

DocuSigned by:

0CC96A3897D042A...
Ms Karen Sheldon

Chairman

Date 11-10-2023 | 17:26 BST

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Opinion

We have audited the financial statements of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (the 'association') for the year ended 31 March 2023 which comprise the Statement of Comprehensive Income, the Balance Sheet, the Cash Flow Statement 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 association's affairs as at 31 March 2023, and of 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 Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2015.

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 association in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The board are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- the association has not kept proper books of account, and not maintained a satisfactory system of control over its transactions, in accordance with the requirements of the legislation; or
- the revenue account, any other accounts to which our report relates, and the balance sheet are not in agreement with the association's books of account; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the board

As explained more fully in the board's responsibilities statement set out on page 4, the board 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 it determines 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 board are responsible for assessing the association'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 board either intends to liquidate the association or to cease operations, or has 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- the nature of the industry and sector, control environment and business performance including the remuneration incentives and pressures of key management;
- the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management. We consider the results of our enquiries of management, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the association's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team, regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (continued)

Auditor's responsibilities for the audit of the financial statements (continued)

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

We also obtained an understanding of the legal and regulatory frameworks that the association operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. We focused on laws and regulations that could give rise to a material misstatement in the financial statements, including, but not limited to the Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2015.

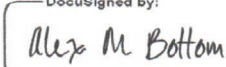
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed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

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>

This description forms part of our auditor's report.

Use of our report

This report is made solely to the association's members, as a body, in accordance with Section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the association'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 association and the association's members as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

67743488C7B6469...
Alexander Bottom ACA (Senior Statutory Auditor)

For and on behalf of
Hillier Hopkins LLP

Chartered Accountants
Statutory Auditor

Radius House
51 Clarendon Road
Watford
Hertfordshire
WD17 1HP

Date 13-10-2023 | 12:08 BST

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Comprehensive Income (Including Income and Expenditure Account)

Year Ended 31 March 2023

	Note	Year ended 31 March 2023 £	Year ended 31 March 2022 £
Turnover	2	709,440	656,072
Operating costs	2.3	(591,914)	(530,865)
Operating surplus		117,526	125,207
Interest receivable and similar income	5	3,380	895
Surplus for the year before and after tax		120,906	126,102
Total comprehensive income for the year		120,906	126,102

All of the above amounts relate to continuing operations.

There were no recognised gains or losses other than the surplus for the year stated above.

The notes on pages 13 to 21 form part of these financial statements

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited**Statement of Financial Position****Year Ended 31 March 2023**

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	12,13	992,603	972,556
		992,603	972,556
Current assets			
Debtors	15	11,289	6,916
Cash at bank and in hand		633,407	540,761
		644,696	547,677
Creditors: amounts falling due within one year	16	(26,713)	(26,106)
Net current assets		617,983	521,571
Total assets less current liabilities		1,610,586	1,494,127
Creditors: amounts falling due after more than one year	17	(145,677)	(150,124)
Total net assets		1,464,909	1,344,003
Reserves			
Income and expenditure reserve	19	1,464,909	1,344,003

The financial statements were approved and authorised for issue by the Board.

Signed on behalf of the Board:

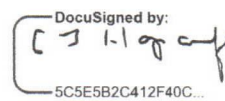
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Ms K Sheldon

Director

Date: 11-10-2023 | 17:26 BST

DocuSigned by:

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Ms C Hopcraft

Director

Date: 12-10-2023 | 09:22 BST

The notes on pages 13 to 21 form part of these accounts.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited
Statement of Changes in Reserves
Year Ended 31 March 2023

Income and Expenditure Reserve

	£
At 1 April 2022	1,344,003
Surplus for the year	<u>120,906</u>
At 31 March 2023	<u>1,464,909</u>

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Cash Flows

Year Ended 31 March 2023

		Year ended 31 March 2023 £	Year ended 31 March 2022 £
	Note		
Cash flow from operating activities			
Surplus for the year	2	117,526	125,207
Adjustments for:			
Depreciation of fixed assets: housing properties	12	35,314	34,031
Depreciation of fixed assets: fixtures, fittings and equipment	13	21,752	17,936
Purchase of fixed assets	12/13	(77,113)	(32,611)
Amortisation of capital grant	18	(4,447)	(4,447)
Decrease/(Increase) in debtors		(4,373)	3,373
Increase/(Decrease) in creditors		607	(4,275)
Net cash inflow from operating activities		89,266	139,214
Cash flow from investing activities			
Interest received		3,380	895
Net cash inflow/(outflow) from investing activities		3,380	895
Net increase in cash and cash equivalents		92,646	109,518
Cash and cash equivalents at 31 March 2022		540,761	400,652
Cash and cash equivalents at 31 March 2023		633,407	540,761
Cash and cash equivalents consists of:			
Cash at bank and in hand		633,407	540,761
Cash and cash equivalents at 31 March 2023		633,407	540,761

Analysis of Net Debt

	At 1 April 2022 £	Cash flows £	At 31 March 2023 £
Cash at bank and in hand	540,761	92,646	633,407

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements

Year Ended 31 March 2023

1 Summary of significant accounting policies

(a) General information and basis of preparation

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited is a company limited by guarantee not having a share capital, a registered charity and a private registered provider of social housing in the United Kingdom. The address of the registered office is given in the information on page 1 of these financial statements. The nature of the Society's operations and principal activities are the provision of supported sheltered accommodation for the elderly.

The Society constitutes a public benefit entity as defined by FRS 102.

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 *The Financial Reporting Standard Applicable in the UK and Republic of Ireland* (FRS 102), the Statement of Recommended Practice (SORP) for Social Housing Providers 2018, and with the Accounting Direction for private registered providers of social housing in England 2019. The financial statements are also prepared under the requirements of the Housing and Regeneration Act 2008 and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling, which is the functional currency of the Society.

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

(b) Going concern

As at the year end, the company had net current assets of £671,409 and generated a surplus of £120,906 before other comprehensive gains/losses. The members of the board have taken steps to manage the cash flow during the year in review and continue to monitor budgets for the next 12 months accordingly. Having due regard to these matters and after making appropriate enquiries, the board members have reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Therefore, the board members continue to adopt the going concern basis in preparing these Financial Statements.

(c) Tangible fixed assets

Tangible fixed assets (including social housing properties) are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended such as the cost of acquiring land and buildings, developments costs, interest charges on loans during the development period and expenditure on improvements. Expenditure on improvements will only be capitalised when it results in incremental future benefits such as increasing rental income, reducing maintenance costs or results in a significant extension of the useful economic life of the property.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2023

(c) Tangible fixed assets (continued)

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Housing properties	Over 50 years
Improvements and refurbishments to housing properties	Over 20 years
Fixture, fittings and equipment	Over 10-15 years

Housing properties under construction are not depreciated until they are in use.

Major components of housing properties, such as lifts, heating and warden alarm systems, have been accounted for and depreciated separately from the connected housing property, over their expected useful economic lives and are included in fixtures, fittings and equipment.

The useful economic lives of all tangible fixed assets are reviewed annually.

(d) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the statement of comprehensive income in other administrative expenses.

(e) Impairment

The Society's housing properties are assessed for indicators of impairment at each balance sheet date. If such indication exists, the recoverable amount is estimated and compared to the carrying amount. Where the carrying amount exceeds the recoverable amount, an impairment loss is recognised in expenditure through the statement of comprehensive income.

(f) Tax

The Society has charitable status and is not in general subject to Corporation Tax.

The Society is not registered for VAT.

(g) Turnover and other income

Turnover is measured at the fair value of the consideration received or receivable net of trade discounts. It represents rental and service charges income receivable in the year, net of rent and service charge losses from voids.

Interest receivable

Interest income is recognised using the effective interest method.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2023

(g) Turnover and other income (continued)

Revenue grants

Revenue grants receivable that are not subject to performance-related conditions are included within income from legacies and donations.

(h) Employee benefits

Pension costs

The Society operates a defined contribution pension plan for the benefit of its employees. Contributions are expensed as they become payable.

Holiday pay accrual

A liability is recognised for the salary cost of any unused holiday pay entitlement which has accrued at the balance sheet date and has been carried forward to future periods.

(i) Restricted and endowment reserves

Restricted and endowment reserves are those reserves which are only expendable in accordance with the wishes of the funder or regulatory body. Restricted reserves include funds raised in response to a specific appeal. Endowment funds represent those assets which must be held permanently, principally insert detail. Revenue and expenditure cannot be directly set against restricted and endowment reserves but is taken through the statement of comprehensive income and then a transfer to restricted and endowment reserves is made as appropriate.

(j) Judgements and key sources of estimation uncertainty

In preparing these financial statements the key judgement that has been made is in respect of whether there are indicators of impairment of the Society's housing properties.

The key source of estimation uncertainty lies in the assessment of the useful lives of the Society's housing properties and other tangible fixed assets, which determines the charge for depreciation made in the Comprehensive Income and Expenditure Statement.

In common with other similar entities the Society has at times been unable to fill vacancies due to the restrictions on access caused by the coronavirus pandemic. The Directors are confident that the Society's financial position is adequately protected by its reserves.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2023

2 Turnover, operating costs and operating surplus

Year ended 31 March 2023

	Turnover £	Operating Costs £	Operating surplus £
Social housing lettings (note 3)	693,130	(591,914)	101,216
Legacies and donations	16,310	-	16,310
Total	709,440	(591,914)	117,526

Year ended 31 March 2022

	Turnover £	Operating Costs £	Operating surplus £
Social housing lettings (note 3)	654,055	(530,865)	123,190
Legacies and donations	2,017	-	2,017
Total	656,072	(530,865)	125,207

3 Particulars of turnover and operating costs from social housing

	Year ended 31 March 2023 £	Year ended 31 March 2022 £
Turnover		
Rent receivable net of void losses	688,683	649,608
Capital grants released to income	4,447	4,447
Turnover from social housing lettings	693,130	654,055
Operating costs		
Management and administration	96,106	56,900
Service costs	390,461	385,696
Routine repairs and maintenance	41,134	30,040
Major repairs expenditure	7,147	6,261
Depreciation of housing properties	35,314	34,031
Other costs	21,752	17,936
Operating costs on social housing lettings	591,914	350,865
Operating surplus on social housing lettings	101,216	123,190
Void losses	44,973	32,577

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2023

4 Accommodation owned and in management

	Number of units at 31 March 2023	Number of units at 31 March 2022
Completed units:		
Supported housing for the elderly	34	34

5 Interest and other finance income and charges

	Year ended 31 March 2023 £	Year ended 31 March 2022 £
Bank interest receivable	3,380	895

6 Surplus on ordinary activities

Surplus on ordinary activities is stated after charging:

	Year ended 31 March 2023 £	Year ended 31 March 2022 £
Auditors' remuneration	12,850	9,652
Depreciation of housing properties	35,314	39,939
Depreciation of other tangible fixed assets	21,752	12,029

7 Staff costs

The average monthly number of employees, calculated on a full time equivalent basis, during the year was 10 (2022: 11.6). The aggregate remuneration of such employees was as follows:

	Year ended 31 March 2023 £	Year ended 31 March 2022 £
Wages and salaries	284,555	267,207
Social security	12,356	10,696
Pension fund contributions	5,921	5,149
	302,832	283,325

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2023

7 Staff costs (continued)

No employees received more than £60,000 as their employee package.

8 Related party disclosures

During the year, three trustees, who are also directors, received reimbursement of £1,619 in respect of goods, services and consumables purchased on behalf of the company (2022: four trustees received reimbursement of £2,022).

One further related parties made supplies to the Society totalling £5,094 (2022: £4,892).

9 Pensions and other post-retirement benefits

The Society operates a defined contribution pension plan for its employees. The amount recognised as an expense in the year is disclosed at note 7 above.

10 Tax

The Society has charitable status and is not in general subject to Corporation Tax.

11 Value for Money metrics

The Regulator of Social Housing requires registered providers to articulate and deliver a comprehensive and strategic approach to achieving value for money in meeting their organisation's objectives. As part of that process, providers are required to publish evidence which enables stakeholders to understand their performance. This evidence includes certain metrics set out below. Other metrics required by the Regulator are not applicable to the Society which has not developed housing for some time and is debt free.

	Year ended 31 March 2023 £	Year ended 31 March 2022 £
Reinvestment in housing stock by reference to cost of stock	1.9%	0.8%
Social housing cost per unit	16,539	14,310
Operating margin by reference to turnover		
- Social housing only	14.6%	18.8%
- All activities	16.6%	19.1%

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited**Notes to the Financial Statements (continued)****Year Ended 31 March 2023****12 Tangible fixed assets: housing properties**

	£
Cost:	
At 1 April 2022	1,815,472
Additions	27,466
At 31 March 2023	1,842,938
Depreciation:	
At 1 April 2022	938,573
Charge for the year	35,314
At 31 March 2023	973,887
Net book value:	
At 31 March 2023	869,051
At 1 April 2022	876,898

All housing properties are held freehold.

13 Tangible fixed assets: fixtures, fittings and equipment

	£
Cost:	
At 1 April 2022	231,473
Additions	49,646
At 31 March 2023	281,119
Depreciation:	
At 1 April 2022	135,815
Charge for the year	21,752
At 31 March 2023	157,567
Net book value:	
At 31 March 2023	123,552
At 1 April 2022	95,658

14 Capital commitments

No capital expenditure had been authorised by the board or contracted for at 31 March 2023 (2022: £nil).

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited**Notes to the Financial Statements (continued)****Year Ended 31 March 2023****15 Debtors**

	2023	2022
	£	£
Trade debtors	198	-
Prepayments and accrued income	6,753	6,916
Rent and service charge arrears	4,188	-
Other debtors	150	-
	11,289	6,916

16 Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	16,182	14,955
Rents paid in advance	-	858
Tax and social security	4,885	4,881
Deferred capital grants (note 18)	4,416	4,416
Other creditors	1,230	996
	26,713	26,106

17 Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Deferred capital grants (note 18)	145,677	150,124
	145,677	150,124

18 Deferred capital grants

	2023	2022
	£	£
At 1 April 2022	154,572	158,988
Released to income during the year	(4,479)	(4,416)
At 31 March 2023	150,093	154,572

THE ABBEYFIELD BERKHAMSTED AND HEMEL HEMPSTEAD SOCIETY LIMITED

England & Wales - Charity number 262424

Accounts

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Financial Statements

Year Ended 31 March 2022

Regulator for Social Housing registration number: H1167

Company registration number: 955757 (England & Wales)

Charity registration number: 262424

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Financial Statements

Year Ended 31 March 2022

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The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Registered Social Housing Provider Information

Year Ended 31 March 2022

**Members of the board
at 31 March 2022**

Ms KJ Sheldon (Chairman)
Mrs CJ Hopcraft
Mrs J Ridgway
Ms S Eaves (appointed 19 April 2021, resigned
9 November 2022)
Mr A Shailer-Smith (appointed 4 January 2022)
Mr L Hickman (appointed 9 February 2022)
Mr M Burns (appointed 8 April 2021, resigned 23
June 2021)
Mr J Everham (appointed 20 October 2022)
Ms L Hoteit (appointed 7 November 2022)
Mr D Chhabra (appointed 14 August 2021,
resigned 18 August 2022)
Mr C Lawn (appointed 13 January 2021,
resigned 18 July 2022)
Mr I Odegbami (appointed 1 May 2021, resigned
16 July 2022)

Secretary

Mr Lee Hickman

Registered office

Annett House
Common Gardens
Potten End
Hertfordshire
HP4 2RH

Auditor

Hillier Hopkins LLP
Radius House
51 Clarendon Road
Watford
Hertfordshire
WD17 1HP

Solicitors

Austins Penny & Thorne
175 High Street
Berkhamsted
Hertfordshire
HP4 3HG

Bankers

Barclays Bank PLC
Lloyds Bank PLC

**Regulator for Social Housing
registration number**

H1167

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Registered Social Housing Provider Information

Year Ended 31 March 2022

Company registration number	955757 (England & Wales)
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Charity registration number	262424
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The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Board Report (continued)

Year Ended 31 March 2022

The board of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited present their report and the audited financial statements of the Society for the year ended 31 March 2022.

Members of the board

The members of the board who have served during the year are as follows:

Mrs CJ Hopcraft (Chairman)

Mrs J Ridgway

Ms KJ Sheldon

Ms S Eaves (appointed 19 April 2021, resigned 9 November 2022)

Mr A Shailer-Smith (appointed 4 January 2022)

Mr L Hickman (appointed 9 February 2022)

Mr M Burns (appointed 8 April 2021, resigned 23 June 2021)

Mr J Everham (appointed 20 October 2022)

Ms L Hoteit (appointed 7 November 2022)

Mr D Chabbra (appointed 14 August 2021, resigned 18 August 2022)

Mr C Lawn (appointed 13 January 2021, resigned 18 July 2022)

Mr I Odegbami (appointed 1 May 2021, resigned 16 July 2022)

Review of activities

The principal activity of the Society is to provide supported sheltered housing accommodation for lonely and elderly people in accordance with the aims and principles of the national Abbeyfield Society. Each year the Directors review the Society's objectives and activities to ensure that they continue to reflect its aims; in carrying out this review the Directors, who are also charitable trustees, have considered the Charity Commission's guidance on public benefit. The Society aims to offer equal and fair access to all eligible older people and the Society aims to be affordable to all. Financial assessments do not play a part in the selection process but the Society will discuss with applicants the charges and how they plan to meet them; where appropriate the Society will facilitate access to advice about claiming benefits and provide any information in support of a resident's claim.

As was the case for all businesses, the year was dominated by the coronavirus pandemic. The Directors are extremely pleased to be able to report that no resident contracted the virus. We are very grateful to our residents who gave up their day-to-day freedoms, and continue to do so, to ensure the success of our arrangements to keep the houses free of infection. Our staff have protected the residents throughout and we wish to record our appreciation of their hard work and their commitment to keeping the houses safe. Thanks are due also to the residents' sponsors who have supported our arrangements and helped to keep their relatives safe.

Results for the year and reserves policy

The Society reports a surplus of £126,102 for the year under review (2021: £52,645). We have experienced times of reduced income within the houses due to short term voids (5% in 2022, 13% in 2021). which have occurred due to residents moving on. The reopening of the houses after the COVID-19 restrictions have allowed the society to focus on completing the outstanding repairs and maintenance that was placed on hold as a result there has been an increase compared to the previous year.

The Society's reserves stand at £1,344,003 of which £540,761 is held in cash. In the first instance, this would be required to cover at least six months' cash operating costs in the event of an emergency and is therefore considered adequate. It is the policy of the Directors to utilise any further surpluses which arise to maintain and improve the physical condition of the Society's houses.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Board Report (continued)

Year Ended 31 March 2022

Future developments

The Society wishes to ensure a safe and happy environment in its houses but the Directors will not take any action which could threaten the safety of the residents and will continue to follow the guidance and advice issued by the government and by health and regulatory bodies as far as imposing and lifting restrictions on access to the houses is concerned. The Directors are confident that reserves are adequate to protect the Society's financial position in the present circumstances.

The Society will aim to continue to invest in refurbishing and modernising the accommodation of the three supported sheltered houses which it owns and the Directors will continue to use all generated operating surpluses to improve the quality of the houses as well as maintain an appropriate level of cash reserves to fund the operations of the Society.

The Board, which is wholly comprised of volunteers, will continue to seek new members who can contribute to the work of the Society and take it forward in planning for the future. The roles of paid staff are being developed to the extent permitted by available funding to ensure that the houses are run professionally and are not adversely affected by the absence of volunteers.

Governance

The Society is bound by the Governance and Financial Viability Standard issued by the Regulator of Social Housing and by the Charity Commission's Code of Governance. The Directors are of the view that compliance with these codes is best achieved by continuous adherence to the Core Standard set by the national Abbeyfield Society with which the Society has in the past achieved full compliance. The Core Standard will shortly be replaced by the Quality Standard with which the Society will comply.

The Directors keep under regular review the risks to which the Society may be exposed, and the means of mitigating such risks, and they acknowledge their ultimate responsibility for ensuring that the Society has in place a system of controls that is appropriate to the business environment in which the Society operates.

The Directors find that after making enquiries they have a reasonable expectation that the Society has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the accounts.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Board Report (continued)

Year Ended 31 March 2022

Directors' responsibilities

The Board is responsible for preparing the annual report and the financial statements in accordance with applicable law and regulation.

Company law and social housing legislation requires the Board to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Company law the Board 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 Board members are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice "Accounting by Registered Social Housing Providers 2018" and FRS102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Society will continue in business.

Board members 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, the Housing and Regeneration Act 2008 and the Accounting Direction for Registered Providers of Social Housing 2019. They are also responsible for safeguarding the assets of the Society and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Board members are responsible for ensuring that the Report of the Board is prepared in accordance with the Statement of Recommended Practice "Accounting by Registered Social Housing Providers 2018" and FRS 102. The Board is responsible for ensuring that the assets of the Society are properly applied under charity law.

Disclosure of information to the auditors

We, the directors of the company who held office at the date of approval of these Financial Statements as set out above each confirm, so far as we are aware, that:

- there is no relevant audit information of which the company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

By order of the Board



Ms Karen Sheldon

Chairman

Date: 15.11.22

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Opinion

We have audited the financial statements of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (the 'association') for the year ended 31 March 2022 which comprise the Statement of Comprehensive Income, the Balance Sheet, the Cash Flow Statement 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 association's affairs as at 31 March 2022, and of 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 Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2015.

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 association in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The board are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- the association has not kept proper books of account, and not maintained a satisfactory system of control over its transactions, in accordance with the requirements of the legislation; or
- the revenue account, any other accounts to which our report relates, and the balance sheet are not in agreement with the association's books of account; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the board

As explained more fully in the board's responsibilities statement set out on page 4, the board 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 it determines 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 board are responsible for assessing the association'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 board either intends to liquidate the association or to cease operations, or has 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- the nature of the industry and sector, control environment and business performance including the remuneration incentives and pressures of key management;
- the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management. We consider the results of our enquiries of management, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the association's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team, regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (continued)

Auditor's responsibilities for the audit of the financial statements (continued)

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

We also obtained an understanding of the legal and regulatory frameworks that the association operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. We focused on laws and regulations that could give rise to a material misstatement in the financial statements, including, but not limited to the Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2015.

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>

This description forms part of our auditor's report.

Use of our report

This report is made solely to the association's members, as a body, in accordance with Section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the association'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 association and the association's members as a body, for our audit work, for this report, or for the opinions we have formed.



Alex Bottom ACA (Senior Statutory Auditor)

For and on behalf of
Hillier Hopkins LLP

Chartered Accountants
Statutory Auditor

Radius House
51 Clarendon Road
Watford
Hertfordshire
WD17 1HP

Date *21st December 2022*

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Comprehensive Income (Including Income and Expenditure Account)

Year Ended 31 March 2022

	Note	Year ended 31 March 2022 £	Year ended 31 March 2021 £
Turnover	2	656,072	583,928
Operating costs	2,3	(530,865)	(533,852)
Operating surplus		125,207	50,076
Interest receivable and similar income	5	895	2,569
Surplus for the year before and after tax		126,102	52,645
Total comprehensive income for the year		126,102	52,645

All of the above amounts relate to continuing operations.

There were no recognised gains or losses other than the surplus for the year stated above.

The notes on pages 133 to 21 form part of these financial statements

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Financial Position

Year Ended 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	12,13	972,556	991,911
		972,556	991,911
Current assets			
Stocks		-	500
Debtors	15	6,916	10,289
Cash at bank and in hand		540,761	400,652
		547,677	411,441
Creditors: amounts falling due within one year	16	(26,106)	(30,879)
		521,571	380,562
Net current assets			
		1,494,127	1,372,473
Total assets less current liabilities			
Creditors: amounts falling due after more than one year	17	(150,124)	(154,572)
		1,344,003	1,217,901
Total net assets			
Reserves			
Income and expenditure reserve	19	1,344,003	1,217,901
		1,344,003	1,217,901

The financial statements were approved and authorised for issue by the Board on

Signed on behalf of the Board



Ms K Sheldon
Director

14/11/22



Mr A Shailer-Smith
Director

The notes on pages 133 to 211 form part of these accounts.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Changes in Reserves

Year Ended 31 March 2022

Income and Expenditure Reserve

	£
At 1 April 2021	1,217,901
Surplus for the year	126,102
At 31 March 2022	<u>1,344,003</u>

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Cash Flows

Year Ended 31 March 2022

		Year ended 31 March 2022 £	Year ended 31 March 2021 £
	Note		
Cash flow from operating activities			
Surplus for the year	2	125,207	50,076
Adjustments for:			
Depreciation of fixed assets: housing properties	12	34,031	34,456
Depreciation of fixed assets: fixtures, fittings and equipment	13	17,936	15,677
Purchase of fixed assets	12/13	(32,611)	-
Amortisation of capital grant	18	(4,447)	(4,416)
Decrease/(Increase) in debtors		3,373	1,487
Increase/(Decrease) in creditors		(4,275)	8,057
Net cash inflow from operating activities		139,214	105,337
Cash flow from investing activities			
Interest received		895	4,181
Net cash inflow/(outflow) from investing activities		895	4,181
Net increase in cash and cash equivalents		140,109	109,518
Cash and cash equivalents at 31 March 2021		400,652	291,134
Cash and cash equivalents at 31 March 2022		540,761	400,652
Cash and cash equivalents consists of:			
Cash at bank and in hand		540,761	400,652
Cash and cash equivalents at 31 March 2022		540,761	400,652

Analysis of Net Debt

	At 1 April 2021 £	Cash flows £	At 31 March 2022 £
Cash at bank and in hand	400,652	140,109	540,761

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements

Year Ended 31 March 2022

1 Summary of significant accounting policies

(a) General information and basis of preparation

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited is a company limited by guarantee not having a share capital, a registered charity and a private registered provider of social housing in the United Kingdom. The address of the registered office is given in the information on page 1 of these financial statements. The nature of the Society's operations and principal activities are the provision of supported sheltered accommodation for the elderly.

The Society constitutes a public benefit entity as defined by FRS 102.

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 *The Financial Reporting Standard Applicable in the UK and Republic of Ireland* (FRS 102), the Statement of Recommended Practice (SORP) for Social Housing Providers 2018, and with the Accounting Direction for private registered providers of social housing in England 2019. The financial statements are also prepared under the requirements of the Housing and Regeneration Act 2008 and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling, which is the functional currency of the Society.

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

(b) Going concern

As at the year end, the company had net current assets of £521,571 and generated a surplus of £126,102 before other comprehensive gains/losses. Like most of the world's businesses it faced significant challenges in operating normally with the onset of the Covid-19 crisis. Turnover available to the company may continue to be threatened if renewed restrictions prevent access to properties for the purpose of viewing vacant accommodation. The members of the board have taken steps to manage the cash flow during the year in review and continue to monitor budgets for the next 12 months accordingly. Having due regard to these matters and after making appropriate enquiries, the board members have reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Therefore, the board members continue to adopt the going concern basis in preparing these Financial Statements.

(c) Tangible fixed assets

Tangible fixed assets (including social housing properties) are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended such as the cost of acquiring land and buildings, developments costs, interest charges on loans during the development period and expenditure on improvements. Expenditure on improvements will only be capitalised when it results in incremental future benefits such as increasing rental income, reducing maintenance costs or results in a significant extension of the useful economic life of the property.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2022

(c) Tangible fixed assets (continued)

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Housing properties	Over 50 years
Improvements and refurbishments to housing properties	Over 20 years
Fixture, fittings and equipment	Over 10-15 years

Housing properties under construction are not depreciated until they are in use.

Major components of housing properties, such as lifts, heating and warden alarm systems, have been accounted for and depreciated separately from the connected housing property, over their expected useful economic lives and are included in fixtures, fittings and equipment.

The useful economic lives of all tangible fixed assets are reviewed annually.

(d) Stock

Stock is represented by provisions in store, the replacement cost of which is not significantly different from the historical cost at which it is stated in the financial statements.

(e) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the statement of comprehensive income in other administrative expenses.

(f) Impairment

The Society's housing properties are assessed for indicators of impairment at each balance sheet date. If such indication exists, the recoverable amount is estimated and compared to the carrying amount. Where the carrying amount exceeds the recoverable amount, an impairment loss is recognised in expenditure through the statement of comprehensive income.

(g) Tax

The Society has charitable status and is not in general subject to Corporation Tax.

The Society is not registered for VAT.

(h) Turnover and other income

Turnover is measured at the fair value of the consideration received or receivable net of trade discounts. It represents rental and service charges income receivable in the year, net of rent and service charge losses from voids.

Interest receivable

Interest income is recognised using the effective interest method.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2022

(h) Turnover and other income (continued)

Revenue grants

Revenue grants receivable that are not subject to performance-related conditions are included within income from legacies and donations.

(i) Employee benefits

Pension costs

The Society operates a defined contribution pension plan for the benefit of its employees. Contributions are expensed as they become payable.

Holiday pay accrual

A liability is recognised for the salary cost of any unused holiday pay entitlement which has accrued at the balance sheet date and has been carried forward to future periods.

(j) Restricted and endowment reserves

Restricted and endowment reserves are those reserves which are only expendable in accordance with the wishes of the funder or regulatory body. Restricted reserves include funds raised in response to a specific appeal. Endowment funds represent those assets which must be held permanently, principally insert detail. Revenue and expenditure cannot be directly set against restricted and endowment reserves but is taken through the statement of comprehensive income and then a transfer to restricted and endowment reserves is made as appropriate.

(k) Judgements and key sources of estimation uncertainty

In preparing these financial statements the key judgement that has been made is in respect of whether there are indicators of impairment of the Society's housing properties.

The key source of estimation uncertainty lies in the assessment of the useful lives of the Society's housing properties and other tangible fixed assets, which determines the charge for depreciation made in the Comprehensive Income and Expenditure Statement.

In common with other similar entities the Society has at times been unable to fill vacancies due to the restrictions on access caused by the coronavirus pandemic. The Directors are confident that the Society's financial position is adequately protected by its reserves.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2022

2 Turnover, operating costs and operating surplus

Year ended 31 March 2022

	Turnover £	Operating Costs £	Operating surplus £
Social housing lettings (note 3)	654,055	(530,865)	123,190
Legacies and donations	2,017	-	2,017
Total	656,072	(530,865)	125,207

Year ended 31 March 2021

	Turnover £	Operating Costs £	Operating surplus £
Social housing lettings (note 3)	578,418	(533,852)	44,566
Legacies and donations	5,510	-	5,510
Total	583,928	(533,852)	50,076

3 Particulars of turnover and operating costs from social housing

	Year ended 31 March 2022 £	Year ended 31 March 2021 £
Turnover		
Rent receivable net of void losses	649,608	574,002
Capital grants released to income	4,447	4,416
Turnover from social housing lettings	654,055	578,418
Operating costs		
Management and administration	56,900	67,652
Service costs	385,696	382,278
Routine repairs and maintenance	30,040	26,608
Major repairs expenditure	6,261	7,181
Depreciation of housing properties	34,031	34,456
Other costs	17,936	15,677
Operating costs on social housing lettings	350,865	533,852
Operating surplus on social housing lettings	123,190	44,566
Void losses	32,577	84,213

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2022

4 Accommodation owned and in management

	Number of units at 31 March 2022	Number of units at 31 March 2021
Completed units:		
Supported housing for the elderly	34	34

5 Interest and other finance income and charges

	Year ended 31 March 2022 £	Year ended 31 March 2021 £
Bank interest receivable	895	2,569

6 Surplus on ordinary activities

Surplus on ordinary activities is stated after charging:

	Year ended 31 March 2022 £	Year ended 31 March 2021 £
Auditors' remuneration	9,652	7,020
Depreciation of housing properties	39,939	34,456
Depreciation of other tangible fixed assets	12,029	15,677

7 Staff costs

The average monthly number of employees, calculated on a full time equivalent basis, during the year was 11.6 (2021:9.7). The aggregate remuneration of such employees was as follows:

	Year ended 31 March 2022 £	Year ended 31 March 2021 £
Wages and salaries	267,207	291,137
Social security	10,969	13,028
Pension fund contributions	5,149	4,921
	283,325	309,086

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2022

7 Staff costs (continued)

No employees received more than £60,000 as their employee package.

8 Related party disclosures

During the year, four trustees, who are also directors, received reimbursement of £2,022 in respect of goods, services and consumables purchased on behalf of the company (2021: four trustees received reimbursement of £3,599).

One further related parties made supplies to the Society totalling £4,892 (2021: £7,875, £2,548 and £63 respectively).

9 Pensions and other post-retirement benefits

The Society operates a defined contribution pension plan for its employees. The amount recognised as an expense in the year is disclosed at note 7 above.

10 Tax

The Society has charitable status and is not in general subject to Corporation Tax.

11 Value for Money metrics

The Regulator of Social Housing requires registered providers to articulate and deliver a comprehensive and strategic approach to achieving value for money in meeting their organisation's objectives. As part of that process, providers are required to publish evidence which enables stakeholders to understand their performance. This evidence includes certain metrics set out below. Other metrics required by the Regulator are not applicable to the Society which has not developed housing for some time and is debt free.

	Year ended 31 March 2022 £	Year ended 31 March 2021 £
Reinvestment in housing stock by reference to cost of stock	0.8%	0.4%
Social housing cost per unit	14,310	14,227
Operating margin by reference to turnover		
- Social housing only	18.8%	7.7%
- All activities	19.1%	8.6%

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2022

12 Tangible fixed assets: housing properties

	£
Cost:	
At 1 April 2021	1,807,815
Additions	<u>7,657</u>
At 31 March 2022	1,815,472
Depreciation:	
At 1 April 2021	904,545
Charge for the year	<u>34,031</u>
At 31 March 2022	938,573
Net book value:	
At 31 March 2022	<u>876,892</u>
At 1 April 2021	<u>903,270</u>

All housing properties are held freehold.

13 Tangible fixed assets: fixtures, fittings and equipment

	£
Cost:	
At 1 April 2021	206,519
Additions	<u>24,954</u>
At 31 March 2022	231,473
Depreciation:	
At 1 April 2021	117,878
Charge for the year	<u>17,936</u>
At 31 March 2021	135,815
Net book value:	
At 31 March 2022	<u>95,658</u>
At 1 April 2021	<u>88,641</u>

14 Capital commitments

No capital expenditure had been authorised by the board or contracted for at 31 March 2022 (2021: £nil).

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2022

15 Debtors

	2022	2021
	£	£
Rent and service charge arrears	-	18
Prepayments and accrued income	6,916	8,019
Other debtors	-	2,252
	6,916	10,289

16 Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	14,955	14,735
Rents paid in advance	858	1,513
Tax and social security	4,881	7,314
Deferred capital grants (note 18)	4,416	4,416
Other creditors	996	2,901
	26,106	30,879

17 Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Deferred capital grants (note 18)	150,124	154,572
	150,124	154,572

18 Deferred capital grants

	2022	2021
	£	£
At 1 April 2021	158,988	163,404
Released to income during the year	(4,416)	(4,416)
At 31 March 2022	154,572	158,988

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2022

18 Deferred capital grants (continued)

	2022 £	2021 £
Included in amounts falling due within one year	4,416	4,416
Included in amounts falling due after more than one year	150,124	154,572
At 31 March 2022	154,540	158,988

Deferred capital grants represent the unamortised portions of historic capital grants (Social Housing Grants) given for the acquisition of land and development of buildings completed in prior years. In accordance with FRS 102 these are disclosed within creditors.

19 Reserves

Income and expenditure reserve

The income and expenditure reserve represents cumulative surplus and deficits net of other adjustments.

	2022 £	2021 £
At 1 April 2021	1,217,901	1,165,256
Surplus for the year	126,102	52,645
At 31 March 2022	1,344,003	1,217,901

20 Company limited by guarantee

The Society is a company limited by guarantee, not having a share capital.

There are seven members (2021: seven), each of whom has agreed to contribute to the assets of the company such a sum as may be required on winding up but not exceeding £1 per member.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Detailed Income and Expenditure Account

Year Ended 31 March 2022

	Year ended 31 March 2022 £	Year ended 31 March 2021 £
INCOME		
Residential Charges Receivable	682,185	658,215
Losses arising from Vacancies & Absences	(32,577)	(84,213)
Capital grants released to income	4,447	4,416
Turnover from Social Housing Lettings	654,055	578,418
Donations and Fund Raising	2,017	5,510
Bank Deposit Interest	895	2,569
TOTAL INCOME	656,967	586,497
EXPENDITURE		
Management & Administration		
Insurance	8,491	7,567
Membership - The Abbeyfield Society and other regulators	11,144	11,003
Subscriptions and marketing	5,895	307
Auditors Remuneration	9,652	7,020
Legal and Professional Fees	2,793	2,248
Loss on disposal of fixed assets	-	-
Bank Charges	506	687
Administration salary costs	16,433	36,856
Administrative Expenses	1,986	1,964
	56,900	67,652
Service Costs		
Employee Costs	266,892	272,230
Staff Training and Advertising	735	3,169
Food	42,379	41,824
Heating and Lighting	31,318	25,717
Garden and Other Household costs	13,240	13,833
Water rates	4,202	3,885
Council Tax	7,186	6,896
Alarm System	2,561	2,309
Printing, Stationery and Postage	647	1,495
Telephone	5,461	4,977
Computer expenses	630	2,784
Social Activities	796	1,067
Miscellaneous	4,073	
Window cleaning	957	
Equipment replacement	4,620	2,092
	385,697	382,278
Routine Repairs & Maintenance	30,040	26,608
Major Repairs Expenditure	6,261	7,181
Depreciation of housing properties	34,031	34,456
Other depreciation	17,936	15,677
TOTAL EXPENDITURE	530,865	533,852
TOTAL SURPLUS FOR THE YEAR	126,102	52,645

This page does not form part of the audited financial statements

Accounts

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Financial Statements

Year Ended 31 March 2021

Regulator for Social Housing registration number: H1167

Company registration number: 955757 (England & Wales)

Charity registration number: 262424

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Financial Statements

Year Ended 31 March 2021

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The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Registered Social Housing Provider Information

Year Ended 31 March 2021

Members of the board at 31 March 2021	Mrs CJ Hopcraft (Chairman) Mrs J Ridgway Ms KJ Sheldon
Secretary	Mrs GE Johnson
Registered office	Annett House Common Gardens Potten End Hertfordshire HP4 2RH
Auditor	Hillier Hopkins LLP Radius House 51 Clarendon Road Watford Hertfordshire WD17 1HP
Solicitors	Austins Penny & Thorne 175 High Street Berkhamsted Hertfordshire HP4 3HG
Bankers	Barclays Bank PLC Lloyds Bank PLC
Regulator for Social Housing registration number	H1167
Company registration number	955757 (England & Wales)
Charity registration number	262424

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Board Report

Year Ended 31 March 2021

The board of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited present their report and the audited financial statements of the Society for the year ended 31 March 2021.

Members of the board

The members of the board who have served during the year are as follows:

Mrs CJ Hopcraft (Chairman)
Mrs GE Johnson (resigned 30 September 2020)
Mrs J Ridgway
Ms KJ Sheldon

The following have been appointed members of the board since 1 April 2021:

Mr M Burns (appointed 8 April 2021, resigned 23 June 2021)
Ms S Kilmartin (appointed 19 April 2021)
Ms I Odegbami (appointed 1 May 2021)

Review of activities

The principal activity of the Society is to provide supported sheltered housing accommodation for lonely and elderly people in accordance with the aims and principles of the national Abbeyfield Society. Each year the Directors review the Society's objectives and activities to ensure that they continue to reflect its aims; in carrying out this review the Directors, who are also charitable trustees, have considered the Charity Commission's guidance on public benefit. The Society aims to offer equal and fair access to all eligible older people and the Society aims to be affordable to all. Financial assessments do not play a part in the selection process but the Society will discuss with applicants the charges and how they plan to meet them; where appropriate the Society will facilitate access to advice about claiming benefits and provide any information in support of a resident's claim.

As was the case for all businesses, the year was dominated by the coronavirus pandemic. The Directors are extremely pleased to be able to report that no resident contracted the virus. We are very grateful to our residents who gave up their day to day freedoms, and continue to do so, to ensure the success of our arrangements to keep the houses free of infection. Our staff have protected the residents throughout and we wish to record our appreciation of their hard work and their commitment to keeping the houses safe. Thanks are due also to the residents' sponsors who have supported our arrangements and helped to keep their relatives safe.

For a provider of housing for the active and independent elderly, it was initially difficult to access support outside the framework for care providers as the Society does not fall into that category. We would like to thank Hertfordshire Care Providers Association, Hertfordshire County Council's Adult Social Services team and Herts Valleys Clinical Commissioning Group. These groups helped us with discretionary funding to cover our additional costs of PPE and cleaning and with training, support and vaccination appointments for our staff.

The Society's Business Manager, Sue Pullen, left in summer 2020 after nineteen years' service with the Society and we wish her well in her retirement. We welcomed Cheryl Harper-Duffin as Business Operations Manager.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Board Report (continued)

Year Ended 31 March 2021

Results for the year and reserves policy

The Society reports a surplus of £52,645 for the year under review (2020: £35,997). Access to view vacant rooms was restricted for much of the year and the Society experienced a higher level of vacancies than in the previous year (13% compared with 10% in 2020). However, restricted access also meant that repairs and maintenance could only be carried out where strictly necessary and as a result expenditure in this area decreased and overall operating costs were reduced compared with the previous year.

The Society was of course unable to commit the customary levels of investments in improvements to its properties, and we look forward to being able to ensure that all our accommodation is provided to the standard that we and our residents expect.

The Society's reserves stand at £1,217,901 of which £832,923 has been invested in property and equipment and £384,978 represents free reserves, held for the most part in cash. In the first instance, this would be required to cover at least six months' cash operating costs in the event of an emergency and is therefore considered adequate. It is the policy of the Directors to utilise any further surpluses which arise to maintain and improve the physical condition of the Society's houses.

Future developments

The Society wishes to ensure a safe and happy environment in its houses but the Directors will not take any action which could threaten the safety of the residents and will continue to follow the guidance and advice issued by the government and by health and regulatory bodies as far as imposing and lifting restrictions on access to the houses is concerned. The Directors are confident that reserves are adequate to protect the Society's financial position in the present circumstances.

The Society will aim to continue to invest in refurbishing and modernising the accommodation of the three supported sheltered houses which it owns and the Directors will continue to use all generated operating surpluses to improve the quality of the houses as well as maintain an appropriate level of cash reserves to fund the operations of the Society.

The Board, which is wholly comprised of volunteers, will continue to seek new members who can contribute to the work of the Society and take it forward in planning for the future. The roles of paid staff are being developed to the extent permitted by available funding to ensure that the houses are run professionally and are not adversely affected by the absence of volunteers.

Governance

The Society is bound by the Governance and Financial Viability Standard issued by the Regulator of Social Housing and by the Charity Commission's Code of Governance. The Directors are of the view that compliance with these codes is best achieved by continuous adherence to the Core Standard set by the national Abbeyfield Society with which the Society has in the past achieved full compliance. The Core Standard will shortly be replaced by the Quality Standard with which the Society will comply.

The Directors keep under regular review the risks to which the Society may be exposed, and the means of mitigating such risks, and they acknowledge their ultimate responsibility for ensuring that the Society has in place a system of controls that is appropriate to the business environment in which the Society operates.

The Directors find that after making enquiries they have a reasonable expectation that the Society has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the accounts.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Board Report (continued)

Year Ended 31 March 2021

Directors' responsibilities

The Board is responsible for preparing the annual report and the financial statements in accordance with applicable law and regulation.

Company law and social housing legislation requires the Board to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Company law the Board 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 Board members are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice "Accounting by Registered Social Housing Providers 2018" and FRS102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Society will continue in business.

Board members 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, the Housing and Regeneration Act 2008 and the Accounting Direction for Registered Providers of Social Housing 2019. They are also responsible for safeguarding the assets of the Society and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Board members are responsible for ensuring that the Report of the Board is prepared in accordance with the Statement of Recommended Practice "Accounting by Registered Social Housing Providers 2018" and FRS 102. The Board is responsible for ensuring that the assets of the Society are properly applied under charity law.

Disclosure of information to the auditors

We, the directors of the company who held office at the date of approval of these Financial Statements as set out above each confirm, so far as we are aware, that:

- there is no relevant audit information of which the company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

By order of the Board



Mrs GE Johnson

Secretary

3 August 2021

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Opinion

We have audited the financial statements of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (the 'association') for the year ended 31 March 2021 which comprise the Statement of Comprehensive Income, the Balance Sheet, the Cash Flow Statement 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 association's affairs as at 31 March 2021, and of 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 Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2015.

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 association in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The board are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- the association has not kept proper books of account, and not maintained a satisfactory system of control over its transactions, in accordance with the requirements of the legislation; or
- the revenue account, any other accounts to which our report relates, and the balance sheet are not in agreement with the association's books of account; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the board

As explained more fully in the board's responsibilities statement set out on page 4, the board 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 it determines 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 board are responsible for assessing the association'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 board either intends to liquidate the association or to cease operations, or has 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- the nature of the industry and sector, control environment and business performance including the remuneration incentives and pressures of key management;
- the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management. We consider the results of our enquiries of management, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the association's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team, regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Independent Auditor's Report to the Members of The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited (continued)

Auditor's responsibilities for the audit of the financial statements (continued)

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

We also obtained an understanding of the legal and regulatory frameworks that the association operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. We focused on laws and regulations that could give rise to a material misstatement in the financial statements, including, but not limited to the Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008 and the Accounting Direction for private registered providers of social housing in England 2015.

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>

This description forms part of our auditor's report.

Use of our report

This report is made solely to the association's members, as a body, in accordance with Section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the association'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 association and the association's members as a body, for our audit work, for this report, or for the opinions we have formed.



Alex Bottom ACA (Senior Statutory Auditor)

For and on behalf of
Hillier Hopkins LLP

Chartered Accountants
Statutory Auditor

Radius House
51 Clarendon Road
Watford
Hertfordshire
WD17 1HP

Date *18th August 2021*

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Comprehensive Income (Including Income and Expenditure Account)

Year Ended 31 March 2021

	Note	Year ended 31 March 2021 £	Year ended 31 March 2020 £
Turnover	2	583,928	577,678
Operating costs	2,3	(533,852)	(544,233)
Operating surplus		50,076	33,445
Interest receivable and similar income	5	2,569	2,552
Surplus for the year before and after tax		52,645	35,997
Total comprehensive income for the year		52,645	35,997

All of the above amounts relate to continuing operations.

There were no recognised gains or losses other than the surplus for the year stated above.

The notes on pages 12 to 20 form part of these financial statements

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

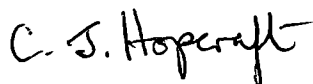
Statement of Financial Position

Year Ended 31 March 2021

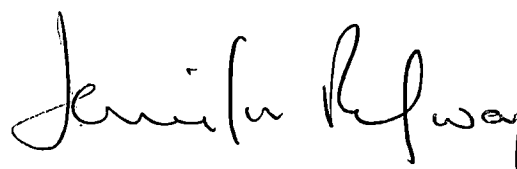
	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	12,13	991,911	1,042,044
		991,911	1,042,044
Current assets			
Stocks		500	500
Debtors	15	10,289	13,388
Cash at bank and in hand		400,652	291,134
		411,441	305,022
Creditors: amounts falling due within one year	16	(30,879)	(22,822)
		380,562	282,200
Net current assets			
		1,372,473	1,324,244
Total assets less current liabilities			
Creditors: amounts falling due after more than one year	17	(154,572)	(158,988)
		1,217,901	1,165,256
Total net assets			
Reserves			
Income and expenditure reserve	19	1,217,901	1,165,256
		1,217,901	1,165,256

The financial statements were approved and authorised for issue by the Board on 3 August 2021.

Signed on behalf of the Board



Mrs C Hopcraft
Director



Mrs J Ridgway
Director

The notes on pages 12 to 20 form part of these accounts.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Changes in Reserves

Year Ended 31 March 2021

Income and Expenditure Reserve

	£
At 1 April 2020	1,165,256
Surplus for the year	52,645
At 31 March 2021	1,217,901

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Statement of Cash Flows

Year Ended 31 March 2021

	Note	Year ended 31 March 2021 £	Year ended 31 March 2020 £
Cash flow from operating activities			
Surplus for the year	2	50,076	33,445
Adjustments for:			
Depreciation of fixed assets: housing properties	12	34,456	34,456
Depreciation of fixed assets: fixtures, fittings and equipment	13	15,677	15,677
Loss on disposal of fixed assets		-	5,932
Amortisation of capital grant	18	(4,416)	(4,416)
Decrease/(Increase) in debtors		1,487	(2,883)
Increase/(Decrease) in creditors		8,057	(1,892)
Net cash inflow from operating activities		105,337	80,319
Cash flow from investing activities			
Payments to acquire tangible fixed assets		-	(53,410)
Interest received		4,181	1,497
Net cash inflow/(outflow) from investing activities		4,181	(51,913)
Net increase in cash and cash equivalents		109,518	28,406
Cash and cash equivalents at 31 March 2020		291,134	262,728
Cash and cash equivalents at 31 March 2021		400,652	291,134
Cash and cash equivalents consists of:			
Cash at bank and in hand		400,652	291,134
Cash and cash equivalents at 31 March 2021		400,652	291,134

Analysis of Net Debt

	At 1 April 2020 £	Cash flows £	At 31 March 2021 £
Cash at bank and in hand	291,134	109,518	400,652

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements

Year Ended 31 March 2021

1 Summary of significant accounting policies

(a) General information and basis of preparation

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited is a company limited by guarantee not having a share capital, a registered charity and a private registered provider of social housing in the United Kingdom. The address of the registered office is given in the information on page 1 of these financial statements. The nature of the Society's operations and principal activities are the provision of supported sheltered accommodation for the elderly.

The Society constitutes a public benefit entity as defined by FRS 102.

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 *The Financial Reporting Standard Applicable in the UK and Republic of Ireland* (FRS 102), the Statement of Recommended Practice (SORP) for Social Housing Providers 2018, and with the Accounting Direction for private registered providers of social housing in England 2019. The financial statements are also prepared under the requirements of the Housing and Regeneration Act 2008 and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling, which is the functional currency of the Society.

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

(b) Going concern

As at the year end, the company had net current assets of £380,562 and generated a surplus of £52,645 before other comprehensive gains/losses. Like most of the world's businesses it faced significant challenges in operating normally with the onset of the Covid-19 crisis. Turnover available to the company may continue to be threatened if renewed restrictions prevent access to properties for the purpose of viewing vacant accommodation. The members of the board have taken steps to manage the cash flow during the year in review and continue to monitor budgets for the next 12 months accordingly. Having due regard to these matters and after making appropriate enquiries, the board members have reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Therefore, the board members continue to adopt the going concern basis in preparing these Financial Statements.

(c) Tangible fixed assets

Tangible fixed assets (including social housing properties) are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended such as the cost of acquiring land and buildings, developments costs, interest charges on loans during the development period and expenditure on improvements. Expenditure on improvements will only be capitalised when it results in incremental future benefits such as increasing rental income, reducing maintenance costs or results in a significant extension of the useful economic life of the property.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2021

(c) Tangible fixed assets (continued)

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Housing properties	Over 50 years
Improvements and refurbishments to housing properties	Over 20 years
Fixture, fittings and equipment	Over 10-15 years

Housing properties under construction are not depreciated until they are in use.

Major components of housing properties, such as lifts, heating and warden alarm systems, have been accounted for and depreciated separately from the connected housing property, over their expected useful economic lives and are included in fixtures, fittings and equipment.

The useful economic lives of all tangible fixed assets are reviewed annually.

(d) Stock

Stock is represented by provisions in store, the replacement cost of which is not significantly different from the historical cost at which it is stated in the financial statements.

(e) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the statement of comprehensive income in other administrative expenses.

(f) Impairment

The Society's housing properties are assessed for indicators of impairment at each balance sheet date. If such indication exists, the recoverable amount is estimated and compared to the carrying amount. Where the carrying amount exceeds the recoverable amount, an impairment loss is recognised in expenditure through the statement of comprehensive income.

(g) Tax

The Society has charitable status and is not in general subject to Corporation Tax.

The Society is not registered for VAT.

(h) Turnover and other income

Turnover is measured at the fair value of the consideration received or receivable net of trade discounts. It represents rental and service charges income receivable in the year, net of rent and service charge losses from voids.

Interest receivable

Interest income is recognised using the effective interest method.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2021

(h) Turnover and other income (continued)

Revenue grants

Revenue grants receivable that are not subject to performance-related conditions are included within income from legacies and donations.

(i) Employee benefits

Pension costs

The Society operates a defined contribution pension plan for the benefit of its employees. Contributions are expensed as they become payable.

Holiday pay accrual

A liability is recognised for the salary cost of any unused holiday pay entitlement which has accrued at the balance sheet date and has been carried forward to future periods.

(j) Restricted and endowment reserves

Restricted and endowment reserves are those reserves which are only expendable in accordance with the wishes of the funder or regulatory body. Restricted reserves include funds raised in response to a specific appeal. Endowment funds represent those assets which must be held permanently, principally insert detail. Revenue and expenditure cannot be directly set against restricted and endowment reserves but is taken through the statement of comprehensive income and then a transfer to restricted and endowment reserves is made as appropriate.

(k) Judgements and key sources of estimation uncertainty

In preparing these financial statements the key judgement that has been made is in respect of whether there are indicators of impairment of the Society's housing properties.

The key source of estimation uncertainty lies in the assessment of the useful lives of the Society's housing properties and other tangible fixed assets, which determines the charge for depreciation made in the Comprehensive Income and Expenditure Statement.

In common with other similar entities the Society has at times been unable to fill vacancies due to the restrictions on access caused by the coronavirus pandemic. The Directors are confident that the Society's financial position is adequately protected by its reserves.

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2021

2 Turnover, operating costs and operating surplus

Year ended 31 March 2021

	Turnover £	Operating Costs £	Operating surplus £
Social housing lettings (note 3)	578,418	(533,852)	44,566
Legacies and donations	5,510	-	5,510
Total	583,928	(533,852)	50,076

Year ended 31 March 2020

	Turnover £	Operating Costs £	Operating surplus £
Social housing lettings (note 3)	571,283	(544,233)	27,050
Legacies and donations	6,395	-	6,395
Total	577,678	(544,233)	33,445

3 Particulars of turnover and operating costs from social housing

	Year ended 31 March 2021 £	Year ended 31 March 2020 £
Turnover		
Rent receivable net of void losses	574,002	566,867
Capital grants released to income	4,416	4,416
Turnover from social housing lettings	578,418	571,283
Operating costs		
Management and administration	67,652	69,419
Service costs	382,278	369,159
Routine repairs and maintenance	26,608	34,157
Major repairs expenditure	7,181	21,365
Depreciation of housing properties	34,456	34,456
Other costs	15,677	15,677
Operating costs on social housing lettings	533,852	544,233
Operating surplus on social housing lettings	44,566	27,050
Void losses	84,213	64,391

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2021

4 Accommodation owned and in management

	Number of units at 31 March 2021	Number of units at 31 March 2020
Completed units: Supported housing for the elderly	34	34

5 Interest and other finance income and charges

	Year ended 31 March 2021 £	Year ended 31 March 2020 £
Bank interest receivable	2,569	2,552

6 Surplus on ordinary activities

Surplus on ordinary activities is stated after charging:

	Year ended 31 March 2021 £	Year ended 31 March 2020 £
Auditors' remuneration	7,020	6,840
Depreciation of housing properties	34,456	34,456
Depreciation of other tangible fixed assets	15,677	15,677

7 Staff costs

The average monthly number of employees, calculated on a full time equivalent basis, during the year was 9.7 (2020:9.5). The aggregate remuneration of such employees was as follows:

	Year ended 31 March 2021 £	Year ended 31 March 2020 £
Wages and salaries	291,137	262,684
Social security	13,028	12,045
Pension fund contributions	4,921	4,307
	309,086	279,036

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2021

7 Staff costs (continued)

No employees received more than £60,000 as their employee package.

8 Related party disclosures

During the year, four trustees, who are also directors, received reimbursement of £3,599 in respect of goods, services and consumables purchased on behalf of the company (2020: four trustees received reimbursement of £8,049).

Three further related parties made supplies to the Society totalling £7,875 (2020: £15,828), £2,548 (2020: £4,397) and £63 (2020: £660) respectively.

9 Pensions and other post-retirement benefits

The Society operates a defined contribution pension plan for its employees. The amount recognised as an expense in the year is disclosed at note 7 above.

10 Tax

The Society has charitable status and is not in general subject to Corporation Tax.

11 Value for Money metrics

The Regulator of Social Housing requires registered providers to articulate and deliver a comprehensive and strategic approach to achieving value for money in meeting their organisation's objectives. As part of that process, providers are required to publish evidence which enables stakeholders to understand their performance. This evidence includes certain metrics set out below. Other metrics required by the Regulator are not applicable to the Society which has not developed housing for some time and is debt free.

	Year ended 31 March 2021 £	Year ended 31 March 2020 £
Reinvestment in housing stock by reference to cost of stock	0.4%	1.8%
Social housing cost per unit	14,227	14,532
Operating margin by reference to turnover		
- Social housing only	7.7%	4.7%
- All activities	8.6%	5.8%

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2021

12 Tangible fixed assets: housing properties

	£
Cost:	
At 1 April 2020	<u>1,807,815</u>
At 31 March 2021	1,807,815
Depreciation:	
At 1 April 2020	870,089
Charge for the year	<u>34,456</u>
At 31 March 2021	904,545
Net book value:	
At 31 March 2021	<u>903,270</u>
At 1 April 2020	<u>937,726</u>

All housing properties are held freehold.

13 Tangible fixed assets: fixtures, fittings and equipment

	£
Cost:	
At 1 April 2020	<u>206,519</u>
At 31 March 2021	206,519
Depreciation:	
At 1 April 2020	102,201
Charge for the year	<u>15,677</u>
At 31 March 2021	117,878
Net book value:	
At 31 March 2021	<u>88,641</u>
At 1 April 2020	<u>104,318</u>

14 Capital commitments

No capital expenditure had been authorised by the board or contracted for at 31 March 2021 (2020: £nil).

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2021

15 Debtors

	2021 £	2020 £
Rent and service charge arrears	18	1,392
Prepayments and accrued income	8,019	7,052
Other debtors	2,252	4,944
	10,289	13,388

16 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	14,735	11,632
Rents paid in advance	1,513	-
Tax and social security	7,314	4,157
Deferred capital grants (note 18)	4,416	4,416
Other creditors	2,901	2,617
	30,879	22,822

17 Creditors: amounts falling due after more than one year

	2021 £	2020 £
Deferred capital grants (note 18)	154,572	158,988
	154,572	158,988

18 Deferred capital grants

	2021 £	2020 £
At 1 April 2020	163,404	167,820
Released to income during the year	(4,416)	(4,416)
At 31 March 2021	158,988	163,404

The Abbeyfield (Berkhamsted and Hemel Hempstead) Society Limited

Notes to the Financial Statements (continued)

Year Ended 31 March 2021

18 Deferred capital grants (continued)

	2021 £	2020 £
Included in amounts falling due within one year	4,416	4,416
Included in amounts falling due after more than one year	154,572	158,988
At 31 March 2021	158,988	163,404

Deferred capital grants represent the unamortised portions of historic capital grants (Social Housing Grants) given for the acquisition of land and development of buildings completed in prior years. In accordance with FRS 102 these are disclosed within creditors.

19 Reserves

Income and expenditure reserve

The income and expenditure reserve represents cumulative surplus and deficits net of other adjustments.

	2021 £	2020 £
At 1 April 2020	1,165,256	1,129,259
Surplus for the year	52,645	35,997
At 31 March 2021	1,217,901	1,165,256

20 Company limited by guarantee

The Society is a company limited by guarantee, not having a share capital.

There are seven members (2020: eight), each of whom has agreed to contribute to the assets of the company such a sum as may be required on winding up but not exceeding £1 per member.