

IP000107

THE IRISH METHODIST MINISTERS HOUSING SOCIETY LIMITED

COMMITTEE REPORT

AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2022

The Irish Methodist Ministers Housing Society Limited

FINANCIAL STATEMENTS FOR THE YEAR ENDING 30 SEPTEMBER 2022

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THE IRISH METHODIST MINISTERS HOUSING SOCIETY LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDING 30TH SEPTEMBER 2022

Members of the Committee	Mr Thomas H Millar MBE	(Chairman)
	Rev Dr Edmund Mawhinney	(Resigned 7 December 2021)
	Mr David W Best	
	Mr David Smyth	
	Mrs Margaret D Copeland	
	Mr Ivor Moffitt	
	Rev Dr Heather Morris	(Resigned 18 August 2022)
	Mrs Jennifer P Stutt	
	Mr John A F Hutchinson	
	Rev John M Sweeney	(Appointed 7 December 2021)
Treasurer	Mr G Lester Wood	
Secretary	Mr David E Ferguson	
Company number	IP000107	
Registered office	3 Hillcrest Pond Park Road Lisburn BT28 3LJ	
Auditors	Rogan Accountancy Limited Sketrick House Jubilee Road Newtownards BT23 4YH	
Bankers	Danske Bank Donegall Square West Belfast BT1 6JS	

The Irish Methodist Ministers Housing Society Limited

Committee annual report year ended 30 September 2022

The members of the committee present their report and financial statements of the company for the year ended 30 September 2022.

Legal Status & Governance Arrangements

The Irish Methodist Ministers Housing Society Limited is a company limited by guarantee and is registered as a charity with the Her Majesty's Revenue and Customs (Reference Number XN45794). The society is governed by its Memorandum and Articles of Association and it is a registered charity, regulated by The Charity Commission for Northern Ireland (Registered Charity number NIC105727), and the Financial Conduct Authority. It is not for profit and is limited by guarantee.

The Board of Directors meet at least twice a year with ongoing, less formal, communications throughout the year. The Board is further supported by sub-committees including the Executive Committee and the Applications Committee which meet as and when required. The Executive Committee is responsible for reviewing all policies and procedures and making reports and recommendations to the Board of Directors.

Directors are drawn from a wide range of backgrounds and skill sets, and may be reappointed on a three-year rotation basis.

Objectives of The Irish Methodist Ministers Housing Society Limited

The company was established in order to provide housing for retired Methodist ministers and their widows, of limited means. Our portfolio currently consists of 32 properties, 28 of which are occupied by ministers and their families, three properties are let to others in the general public population. Private tenants are thoroughly assessed for reliability and affordability.

Activities During 2021/22

The company continued to provide housing for retired Methodist ministers and their widows.

During the year two properties were vacated as one tenant moved into full time care and another remarried.

Property repairs which were due to undergo a rolling maintenance and upgrade programme were delayed to a certain extent, due to the impact which the pandemic has had on contractors.

Delays are currently being resolved. Our routine inspection of all properties is underway with reports prepared for each property.

All committee meetings were held via Zoom this year and we are delighted that our members embraced new technologies to ensure the continued effective governance and safeguarding of the Society and its activities.

Financial Controls

The members of the committee feel that there are sufficient financial controls in the company to allow it to operate effectively. The reporting requirements for each funder are maintained and controlled effectively. Financial performance is scrutinised by the Board and the external auditors. Internal controls include expenditure authorisation by two signatories. Capital is safeguarded by our Investment Policy which was approved in December 2021 and will be reviewed regularly.

Reserves Policy & Going Concern

All of the Society's funds are considered to be unrestricted within the purposes of providing housing for retired Methodist ministers and their widows as laid out in the Memorandum and Articles.

Surplus generated are taken to reserves. Based on our robust reserves policy and understanding of current market conditions and external factors, the Board has a reasonable expectation that the Society has adequate resources to continue in operational existence for the foreseeable future. Therefore, the financial statements have been prepared on the going concern basis.

Risk Review

The Board of Directors have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the company and are satisfied that systems are in place to mitigate our exposure to the major risks. Meetings of the Board have recurrent agenda items which include review of the Risk Register.

Financial Performance

The surplus for the year was £225,765. Reserves at the year end totalled £3,319,243 which is invested in a combination of properties and longer term investments.

The members of the committee

The members of the committee of the company are noted on page 1.

The Irish Methodist Ministers Housing Society Limited
Committee annual report year ended 30 September 2022

Responsibilities of the Committee

Industrial and Provident Society law requires the committee to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the end of the year of the incoming and outgoing resources for the year then ended.

In preparing those financial statements, the committee is required to select suitable accounting policies and then apply them consistently, making judgements and estimates that are reasonable and prudent. The committee must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue its activities.

The committee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act (Northern Ireland) 1969.

The committee is also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

A resolution to reappoint Rogan Accountancy Limited as auditors of the Society will be proposed at the Annual General Meeting

Approved by the committee on: 6 December 2022

T H Millar MBE
Chairman

The Irish Methodist Ministers Housing Society Limited

STATEMENT OF COMPREHENSIVE INCOME (SoCI) - INCOME AND EXPENDITURE ACCOUNT

Year ended 30 September 2022

	Notes	2022 £	2021 £
Turnover	2	81,684	80,214
Operating Costs	2	48,687	40,672
Operating surplus/(deficit)	2	32,997	39,543
Interest and dividends receivable	3	4,412	2,176
Profit on disposal of fixed assets		187,856	-
Other income	2	500	300
Surplus on ordinary activities before taxation		225,765	42,019
Tax on surplus on ordinary activities	5	-	-
Surplus on ordinary activities after taxation		225,765	42,019
Surplus for the year transferred to reserves	10	225,765	42,019
Opening reserves	10	3,093,467	3,051,448
Closing reserves	10	3,319,232	3,093,467

STATEMENT OF CHANGES IN EQUITY

Year ended 30 September 2022

	2022 £	2021 £
Revenue Reserves		
Opening Reserves	3,093,467	3,051,448
Surplus for the year	225,765	42,019
Closing reserves	3,319,232	3,093,467
Share Capital		
Opening Share Capital	14	14
Change in Share Capital	-	-
Closing Share Capital	14	14
Total Equity	3,319,246	3,093,481

The Irish Methodist Ministers Housing Society Limited
Accounts for the year ended 30 September 2022

STATEMENT OF FINANCIAL POSITION (SoFP) - BALANCE SHEET

	Note	2022	2021
Fixed assets			
Tangible fixed assets	6	2,703,780	2,691,780
Investments	7	336,056	36,056
		<u>3,039,836</u>	<u>2,727,836</u>
Current assets			
Bank	8	297,978	384,385
Debtors & Prepayments			26
		<u>297,978</u>	<u>384,411</u>
Current liabilities			
Creditors and provisions	9	18,568	18,568
Loans	9	-	-
		<u>18,568</u>	<u>18,568</u>
Net current assets/(liabilities)		<u>279,410</u>	<u>365,843</u>
Long term liabilities		-	
Loans	9	-	200
Net assets		<u>3,319,246</u>	<u>3,093,481</u>
Represented by			
Share capital	11	14	14
Reserves	10	3,319,232	3,093,467
		<u>3,319,246</u>	<u>3,093,481</u>

_____ Chairperson

_____ Secretary

_____ Board Member

Date: 6 December 2022

The Irish Methodist Ministers Housing Society Limited
Accounts for the year ended 30 September 2022
Notes to the accounts

Note 1 Accounting Policies

The financial statements have been prepared in accordance with the provisions of the Industrial and Provident Society legislation.

Incoming resources

Income has been recorded on a cash receipts basis. All income is considered to be unrestricted in nature to be used for the purposes of the company's overall objectives as disclosed in the committee annual report on page 2.

Expenditure

Expenditure has been recorded on a cash basis.

Tangible Fixed assets

Tangible fixed assets are recorded at their historic cost. Properties have not been depreciated since they are considered to have a long useful economic life and any depreciation charged would be immaterial. The properties are held on long leasehold. The committee undertakes an annual impairment review.

Investments

Investments have been recorded at their historic cost which is exceeded by their market value. The committee considers this treatment to be appropriate because the investments are held as long term fixed assets with no intention to sell in the foreseeable future.

Provisions

Over the years a provision for repairs and maintenance has gradually been established to deal with any unforeseen material levels of damage to the property portfolio. No increase to the provision was deemed necessary in the current year.

The Irish Methodist Ministers Housing Society Limited
Accounts for the year ended 30 September 2022

2. Turnover, operating surplus and surplus before taxation

Income and expenditure from lettings

	Turnover	Operating costs	Operating surplus	Other income	Interest	Dividend	Surplus before taxation
Housing Accommodation	81,684	48,687	32,997				32,997

Other income

Donations and Bequests			500				500
Interest receivable					979		979
Dividend						3,433	3,433
Profit on sale of assets				187,856			187,856

Surplus/(deficit) for the year before taxation	32,997	188,356	979	3,433	225,765
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	2022 Turnover	2022 Operating costs	2021 Turnover	2021 Operating costs
Turnover from lettings	81,684		80,214	
	<u>81,684</u>		<u>80,214</u>	

Operating costs

Ground Rent and Rates	3,298	2,598
Repairs and maintenance	26,375	19,516
Agent management expenses	8,290	8,136
Audit fee	1,020	954
Insurance	8,706	7,713
Bank charge	4	1
IT costs	71	57
Printing, postage & stationery	-	-
Legal and professional fees	842	1,627
Sundries	80	70
	<u>48,687</u>	<u>40,672</u>

The Irish Methodist Ministers Housing Society Limited
Accounts for the year ended 30 September 2022

3. Interest Receivable

	2022	2021
Interest from investments	816	549
Danske Bank current account interest	163	393
Methodist Trustees Investment Fund interest	3,433	1,035
Epworth Affirmative deposit fund interest	-	199
	<u>4,412</u>	<u>2,176</u>

4. Management emoluments and employees

There was no remuneration paid to the management committee of the Society
There Society does not have paid employees. All work for the Society
is performed on a voluntary basis.

5. Taxation

No provision for current or deferred taxation is necessary due to the charitable status
of the Society

The Irish Methodist Ministers Housing Society Limited
Accounts for the year ended 30 September 2022
Notes to the accounts continued

6 Tangible Fixed Assets

Land and Buildings

Cost as at 1 October 2021	3,007,384
Additions	180,000
Disposals	168,000
Cost as at 30 September 2022	3,019,384
Equity shares as at 1 October 2021	315,604
Equity shares taken in year	-
Equity shares as at 30 September 2022	315,604

Cost of shares owned by company at 30 September 2022 **2,703,780**

7 Investments

Investments have been carried at cost in the balance sheet as they are considered to be fixed asset investments. The investments are held primarily to provide an investment return for the charity. There were no additions or disposals during the year. Market value at the year end was £336,730.

	No. Units	Cost (£)
Units held at 30 September 2021	27,813	36,056
Additions	96,076	300,000
Disposals	-	-
Units held at 30 September 2022	123,889	336,056

8 Bank	2022	2021
Danske Bank Current Account	18,454	5,677
Epworth Affirmative Deposit Funds	1	1
Deposit Accounts	279,523	378,707
	297,978	384,385

The Irish Methodist Ministers Housing Society Limited

Accounts for the year ended 30 September 2022

Notes to the accounts continued

9 Creditors

Provision for repairs

Balance at 1 October 2021 **18,568**

Increase in provision -

Balance at 30 September 2022 **18,568**

	2022	2021
Loans due within 1 year	-	-
Loans due after 1 year	-	200
	<u>-</u>	<u>200</u>

10 Reserves

Opening reserves 3,093,467

Surplus for year 225,765

Closing reserves **3,319,232**

11 Share Capital

Opening share capital 14

Closing share capital **14**

12 Related Party Transactions

David Smyth, a member of the Committee, is a partner in MacFarlane & Smyth Estate Agents, a firm which provides professional work undertaken on behalf of the Society. Services are provided on normal commercial terms. During the year the Society paid fees totalling £8,290 to MacFarlane & Smyth Estate Agents. At the year end £nil was owed.

The Irish Methodist Ministers Housing Society Limited
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Revenue Account

Income

	2022	2021
Rent	81,684	80,214
Methodist Trustees Investment Fund interest	3,433	1,035
Epworth Affirmative deposit fund interest	-	199
Danske Bank current account interest	163	393
Donations	500	300
Interest on deposit accounts	816	549
Profit on disposal of fixed assets	187,856	-
	274,452	82,690

Expenditure

	2022	2021
Ground Rent and Rates	3,298	2,598
Repairs and maintenance	26,375	19,516
Agent management expenses	8,290	8,136
Audit fee	1,020	954
Insurance	8,706	7,713
Bank charge	4	-
Legal and professional fees	842	1,627
Stationery and computer costs	71	57
Hospitality and gifts	80	-
Sundries	-	70
	48,687	40,672

Surplus for year transferred to reserves	225,765	42,019
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