

Charity registered no: XN 47884
Registered no: NI 4632

The Abbeyfield Belfast Society Limited

(company limited by guarantee)

Annual Report

for the year ended 31 March 2015

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The Abbeyfield Belfast Society Limited

(company limited by guarantee)

Annual Report for the year ended 31 March 2015

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The Abbeyfield Belfast Society Limited

(company limited by guarantee)

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Reference and administrative details

Charity name: The Abbeyfield Belfast Society Limited

Charity registration number: XN47884

Company registration number: NI 4632

Directors

Mrs BJ Doyle
Mrs MM Gordon (retired 9 February 2015)
Mr CWL Graham (Company Secretary)
Mrs GRA Morrison (Deputy Chairman)
Mr BW McCormack (Honorary Treasurer)
Mr S McDowell (Chairman)
Dr G McArdle
Mr NJ McDowell
Dr J McPeake (appointed 12 May 2014)
Mr R Corrigan (appointed 9 February 2015)
Mrs A Jackson (appointed 9 February 2015)

Company Secretary - Mr CWL Graham

President – Mr WD Bell

Chief Executive – Mr DP Lambe

Principal office of the Society and Registered Office

Agape Centre
238-266 Lisburn Road
Belfast
BT9 6GF

Bankers

Danske Bank
Donegall Square West
Belfast
BT1 6LT

Ulster Bank Group
Corporate Service Support Centre
Danesfort
Stranmillis Road
Belfast
BT9 5UB

Progressive Building Society
Belfast
33/37 Wellington Place
Belfast
BT1 6HH

Independent auditors

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Waterfront Plaza
8 Laganbank Road
Belfast
BT1 3LR

Solicitors

Carson McDowell
Murray House
4 Murray Street
Belfast
BT1 6DN

The Abbeyfield Belfast Society Limited

(company limited by guarantee)

Strategic report of the Directors for the year ended 31 March 2015

The Directors, who are also the Trustees under the provisions of the Companies Act 2006, submit their strategic report and the audited financial statements for the year ended 31 March 2015.

Structure, Governance and Management

The Society is a company limited by guarantee and does not have a share capital. It is governed by a Memorandum and Articles of Association and the liability of each member is limited to an amount not exceeding £1. During the year the Articles of the Society were reviewed and updated prior to the Society registering with the Northern Ireland Charities Commission during 2015-16 Financial Year.

At the date of this report the Board of Directors consists of ten members, being a chairman, deputy chairman, honorary treasurer, company secretary (collectively known as the Office Bearers) and six others.

The full Board of Directors meets at least quarterly; in between such meetings the Office Bearers and other Directors discharge a number of responsibilities delegated by the Board. The day to day management of the Society is the responsibility of the Chief Executive, who reports on a regular basis to the Chairman and the Office Bearers.

New Directors are appointed by the Board having regard to the need for the Board as a whole to have a proper range of relevant skills, experience and characteristics. The chairman, deputy chairman, honorary treasurer and company secretary are appointed by the Board. New Board members are inducted by the Chairman and other Office Bearers as well as the Chief Executive. They are introduced to the aims, policies and procedures of the Society (and the Abbeyfield movement) through documentation such as the corporate plan and general information on the Society's activities.

All members of the Board are volunteers and, as stated in the audited accounts, no remuneration is paid to any Director (note 10). There are also forty four volunteers who, as House Friends, complement the work of the Society's Directors and staff, by giving friendship and support to residents. The Big Lottery Fund Project, funded by the National Lottery, has seven volunteers.

Seven members of the Board of Management are male and three are female. The Society has sixty-seven employees of which nine are male and fifty eight are female.

The Society is affiliated to, and is a Member Society of, The Abbeyfield Society, a company limited by guarantee which does not have a share capital, having its registered office at St Peter's House, 2 Bricket Road, St Albans, Hertfordshire; company number 574816, registered charity number 200719. As a Member Society, the Society agrees to adopt and work in accordance with the Guiding Principles and the established standards of The Abbeyfield Society.

Objectives and Activities

The company's principal activity continues to be the provision of supported sheltered accommodation for older people and the Society is guided in this undertaking by the shared beliefs of the Abbeyfield movement, that:

- Older people have an important role to play amongst their families, friends and in their community;
- Overcoming loneliness and insecurity can make all the difference to an older person's wellbeing and quality of life; and
- Local people have an essential part to play in helping older people in their community.

The Abbeyfield way of life seeks to provide a balance of privacy and support which can be ideal for many older people who no longer feel happy living alone. In Abbeyfield, older people can remain independent and active, knowing that they have the support of house staff and a network of local volunteers.

The Society's Objects are to deliver public benefit through provision of relief for those in need by reason of old age. The Objects are:

- To provide and maintain (or assist in providing and maintaining) housing and homes suitable to be used by elderly persons and to manage such accommodation for the general wellbeing of residents;
- To provide (or assist in providing) amenities and services for the benefit of elderly persons residing in that accommodation or elsewhere; and
- To promote in Society at large an awareness and understanding of the needs of the elderly population and encourage local communities to engage with meeting those needs including providing opportunities for individuals, companies and organisations to participate in the work of the Society.

Strategic report of the Directors for the year ended 31 March 2015 (continued)

Public Benefit

The Society's overall purpose is to, through its services, accommodation and activities, address isolation and loneliness experienced by elderly people and provide a home from home for elderly people within a supported sheltered environment.

The Directors are committed to furthering the Society's objectives by providing high quality support to the residents who occupy the Society's houses. In doing so, the Directors have due regard to the published guidance on public benefit and review the extent of the Society's income and reserves, the cost of the facilities it provides and the ability of residents to make payments from their own resources.

Achievements and Performance

The Society has continued to provide supported sheltered accommodation for older people and the Society's eight houses currently have places for seventy-four persons. The Directors set management the objective of achieving an overall occupancy rate of 86% across the year. The overall occupancy rate achieved was 89%.

The Directors are satisfied within the context of the public benefit requirement, that during the year under review, a number of the Society's residents were funded, in part, other than through their own resources.

The Society is subject to oversight by the Northern Ireland Housing Executive Supporting People programme which provides financial support to the Society for qualifying residents (Note 5).

The Society is also subject to oversight by the National Lottery consequent upon the granting of National Lottery funding. The Society maintains National Lottery monies in a restricted fund and is utilising these monies solely for the purposes agreed in the community outreach programme to combat loneliness amongst isolated and lonely older people (Note 15).

The investment target of the Society was to obtain competitive interest rates in the market commensurate with keeping funds available for capital development. The Directors are satisfied with the overall return.

Financial Review

The Directors are pleased to report a positive financial outcome for the year of £152,033 (2014:£56,973). This after a depreciation charge of £82,163 (2014: £79,172), legacies and donations received of £2,253 (2014: £6,610).

The Society's principal funding source is income from residents and this is supplemented by donations and legacies, which are received from time to time.

All the Society's operational expenditure is incurred in the provision of accommodation and services for residents and the promotion of the Society.

Reserves Policy

The Society's policy is to hold an amount of free cash reserves equivalent to approximately four months forecast expenditure. Cash reserves in excess of this amount are treated as designated for the upgrading and renewal of the Society's houses, and adding to its housing stock when appropriate (Note 16).

The policy relating to reserves is reviewed annually.

On an ongoing basis the Directors aim to generate a revenue surplus on operations which will allow for the augmentation of the company's designated reserves.

The Abbeyfield Belfast Society Limited

(company limited by guarantee)

Strategic report of the Directors for the year ended 31 March 2015 (continued)

Plans for Future Periods

The Society's Development Committee (a committee of the Board) is planning how best to update and regenerate the Society's housing stock to meet the requirements of future generations of residents. Refer to note 16 in relation to designated reserve policy.

The senior management continues to have particular responsibility for maintaining future occupancy of the Society's houses at a satisfactory level and for promoting the Society to the community at large. A continuing programme of events, talks and exhibitions is organized by staff in conjunction with the Society's volunteers and local organisations and community bodies in the areas where the Society's houses are located.

The Society will complete year three of its current Corporate Plan (2013-16) during 2015-16.

Risk Management

The Directors have assessed the major risks to which the Society is exposed, in particular those relating to the operations and finances of the company. The Directors are satisfied that systems are in place to mitigate exposure to major risks. The Society manages risk through its risk management strategy, framework and register. Risk Register reports are presented and considered at each meeting of the Board of Directors.

Key performance indicators

The Society's key performance indicators are as follows:

1. The Society aims to achieve a 5% surplus on expenditure. This performance indicator was met, due to occupancy levels achieved and the attainment of value for money- particularly through contracts for services and revised purchasing arrangements.
2. The occupancy target for the year was 86% and this was exceeded as a level of 89% was achieved across all Houses. Occupancy level of 92.5 % is set for Bell Rotary House and a target of 85% occupancy is set across the other seven Houses. These levels were exceeded in year under review - 97% occupancy level achieved for Bell Rotary House and 86% occupancy level achieved across the other Houses. Occupancy fluctuates naturally due to the increasing age of residents which is driven by government social care policy. Residents, therefore, spend shorter stays with the Society.
3. The Society has been assessed as being compliant with the NIHE Quality Assessment Framework and the Abbeyfield Gold Star.

Environmental matters

The Society recognises its corporate responsibility to carry out its operations whilst minimising environmental impacts. The Board's continued aim is to comply with all applicable environmental legislation, prevent pollution and reduce waste wherever possible.

By order of the Board



Mr CWL Graham
Company Secretary

22 June 2015

Report of the Directors for the year ended 31 March 2015

The Directors, who are also the Trustees under the provisions of the Companies Act 2006, submit their report and the audited financial statements for the year ended 31 March 2015. The Directors have adopted the provisions of the Companies Act 2006 and the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005 in preparing the report and the financial statements of the Society.

The information with respect to Directors, officers and advisors set out on page 1 forms part of this report.

Performance

The sections on performance in the year ended 31 March 2015 and expected performance in the year ended 31 March 2016, which are in the strategic report, are included in this report by cross reference.

Directors

Appointment of Directors

The Directors are as stated on page 1. In accordance with the Articles of Association the following Director: Mrs BJ Doyle who is due to retire by rotation, is eligible for re-election.

Retirement of Director

Mrs MM Gordon retired on 9 February 2015 after a period of dedicated service and the Board acknowledges with grateful thanks her contribution to the Society.

Statement of Directors' Responsibilities

The Trustees (who are also Directors of The Abbeyfield Belfast Society Limited for the purposes of company law) are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

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

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

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

The Abbeyfield Belfast Society Limited
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Report of the Directors for the year ended 31 March 2015 (continued)

Statement of disclosure of information to auditors

In so far as each of the Directors is aware;

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

By order of the Board



Mr CWL Graham
Company Secretary

22 June 2015

The Abbeyfield Belfast Society Limited

(company limited by guarantee)

Independent auditors' report to the members of The Abbeyfield Belfast Society Limited

Report on the financial statements

Our opinion

In our opinion the financial statements, defined below:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2015 and of its incoming resources and application of resources, including its summary income and expenditure and cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

This opinion is to be read in the context of what we say in the remainder of this report.

What we have audited

The financial statements, which are prepared by The Abbeyfield Belfast Society Limited, comprise:

- the balance sheet as at 31 March 2015;
- the statement of financial activities and the summary income and expenditure account for the year then ended;
- the cash flow statement for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the Trustees have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

What an audit of financial statements involves

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the Trustees; and
- the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report, including the Strategic Report, for the financial year for which the financial statements are prepared is consistent with the financial statements.

The Abbeyfield Belfast Society Limited

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Independent auditors' report to the members of The Abbeyfield Belfast Society Limited (continued)

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

Trustees' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of Trustees' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

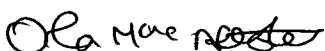
Responsibilities for the financial statements and the audit

Our responsibilities and those of the Trustees

As explained more fully in the Statement of Directors' Responsibilities set out on page 5, the Trustees (who are also Directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and ISAs (UK & Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the charity's members and Trustees as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



Orla MacAllister (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Belfast

22/6/15

The Abbeyfield Belfast Society Limited

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(company limited by guarantee)

Statement of financial activities (incorporating the summary income and expenditure account) for the year ended 31 March 2015

		Unrestricted funds £	Restricted funds £	Total funds	
	Notes			31 March 2015 £	31 March 2014 £
Incoming resources/income					
Incoming resources from generated funds					
- Voluntary income – donations	2	2,253	-	2,253	6,610
- Other income	3	-	49,092	49,092	34,307
- Investment income	4	15,945	-	15,945	27,718
- Rental income		37,693	-	37,693	37,760
Incoming resources from charitable activities					
- Resident charges	5	1,446,406	-	1,446,406	1,351,255
Total incoming resources		1,502,297	49,092	1,551,389	1,457,650
Resources expended/expenditure					
Resources expended on charitable activities					
- Residents and associated costs	6	1,335,882	54,954	1,390,836	1,391,758
Governance costs	7	8,520	-	8,520	8,919
Total resources expended		1,344,402	54,954	1,399,356	1,400,677
Net movement in funds/net income and expenditure		157,895	(5,862)	152,033	56,973
Total funds brought forward	16/15	4,322,830	33,325	4,356,155	4,299,182
Total funds carried forward	16/15	4,480,725	27,463	4,508,188	4,356,155

All amounts above relate to continuing operations of the company.

The company has no recognised gains and losses other than those included in the results above, and therefore no separate statement of recognised gains and losses has been presented.

There is no material difference between the net movement in funds and their historical cost equivalents.

The Abbeyfield Belfast Society Limited

(company limited by guarantee)

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Balance sheet as at 31 March 2015

	Notes	2015 £	2014 £
Fixed assets			
Tangible assets	12	2,494,379	2,555,429
Current assets			
Debtors	13	48,360	43,452
Cash at bank and in hand		2,043,344	1,823,171
		2,091,704	1,866,623
Creditors: amounts falling due within one year	14	(77,895)	(65,897)
Net current assets		2,013,809	1,800,726
Total assets less current liabilities		4,508,188	4,356,155
Net assets		4,508,188	4,356,155
Funds			
Restricted funds	15	27,463	33,325
Unrestricted funds	16	4,480,725	4,322,830
Total funds		4,508,188	4,356,155

The financial statements on pages 9 to 21 were approved by the Board of Directors on 22 June 2015 and were signed on its behalf by:



Mr S McDowell
Chairman



Mr BW McCormack
Honorary Treasurer

The Abbeyfield Belfast Society Limited
(company limited by guarantee)

Cash flow statement for the year ended 31 March 2015

	Notes	2015 £	2014 £
Net cash inflow from operating activities	17(a)	200,386	136,505
Returns on investments and servicing of finance			
Interest received		40,900	33,145
		40,900	33,145
Capital expenditure			
Purchase of tangible fixed assets		(21,113)	(17,596)
		(21,113)	(17,596)
Net cash inflow before financing		220,173	152,054
Increase in cash in the year	17(b)	220,173	152,054

Notes to the financial statements for the year ended 31 March 2015

1 Accounting policies

These financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards, the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" published in March 2005 and the Companies Act 2006. The principal accounting policies are set out below.

The company has availed itself of paragraph 3(3) of Schedule 4 of the Companies Act 2006 and adapted the Companies Act 2006 formats to reflect the special nature of the Society's activities.

Incoming resources

Voluntary income

Voluntary income comprises donations, legacies and gifts which are included in full in the Statement of financial activities when received. No amounts are included in the financial statements for services donated by volunteers. Legacies are recognised when received or when their amount is capable of measurement. Entitlements to material legacies which are not included are disclosed in the notes.

Other income

National Lottery and Supporting People IT revenue grants are credited to restricted incoming resources when they are received.

Investment Income

Investment income comprises bank interest receivable in the accounting year together with rental income receivable from properties/rooms let as private residences.

Resident charges

Resident charges comprise charges payable in the accounting year by residents of the Society's homes.

Charitable Activities

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Residents and associated costs

These represent costs incurred in running houses for residents, plus the Society's management and administration costs.

Repairs and replacements

All repairs and replacements are written off to revenue in the year in which the expenditure is incurred.

Governance

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity.

Notes to the financial statements for the year ended 31 March 2015

1 Accounting policies (continued)

Tangible fixed assets

Tangible fixed assets comprise freehold properties (including improvements thereto), the initial cost of furnishings and fittings and computer equipment.

Freehold properties

Freehold properties and improvements thereto are stated at cost, or in the case of bequeathed properties at probate valuation.

Depreciation is calculated so as to write off the cost on a straight line basis over the expected useful life of the properties. The annual rate used is 2% straight line. The Directors regularly review the properties for impairment.

Furnishings and fittings

The cost of furnishings and fittings is the purchase cost together with any incidental costs of acquisition. Depreciation is provided in respect of these furnishings at a rate of 25% straight line.

Office equipment

The cost of office equipment is the purchase cost together with any incidental costs of acquisition. Depreciation is calculated so as to write off the cost on a straight line basis over the expected useful economic life. The annual rate used is 25% straight line.

Fund accounting

The Society has various types of funds for which it is responsible and which require separate disclosure. Definitions of the various funds are as follows:

Unrestricted

Unrestricted funds are expendable at the discretion of the Society in furtherance of the objectives of the Society. Such funds are expended on operating activities or may be held to finance capital investment and working capital.

Designated

Designated funds are for the upgrading and renewal of the Society's houses, and adding to its housing stock when appropriate.

Restricted

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure, that meets this criteria, is charged to the fund.

2 Voluntary Income

	Unrestricted	Restricted	2015	2014
	£	£	£	£
Donations	2,253	-	2,253	6,610

Notes to the financial statements for the year ended 31 March 2015

3 Other income

	Unrestricted funds £	Restricted funds £	2015 £	2014 £
National Lottery outreach project (note 15)	-	42,087	42,087	34,307
Supporting People – IT upgrade	-	7,005	7,005	-
	-	49,092	49,092	34,307

4 Investment income

	Unrestricted funds £	Restricted funds £	2015 £	2014 £
Interest receivable	15,945	-	15,945	27,718

5 Residents' charges

	Unrestricted funds £	Restricted funds £	2015 £	2014 £
Maximum receivable	1,626,261	-	1,626,261	1,589,118
Vacancies	(175,205)	-	(175,205)	(232,600)
Abatements	(4,650)	-	(4,650)	(5,263)
	1,446,406	-	1,446,406	1,351,255

Of the above residents' charges, £164,342 (2014: £140,100) was received from Northern Ireland Housing Executive Supporting People Benefit and was specifically applied in providing support for those residents in respect of whom it was received.

Notes to the financial statements for the year ended 31 March 2015

6 Resources expended on charitable activities – residents and associated costs

House running costs	Unrestricted funds £	Restricted funds £	2015 £	2014 £
Wages	656,983	-	656,983	668,044
Food	109,218	-	109,218	111,725
Heat, light and power	78,518	-	78,518	93,221
Telephone	4,814	-	4,814	5,180
Laundry and cleaning	15,085	-	15,085	15,152
Rates and water	16,826	-	16,826	16,165
Insurance	12,130	-	12,130	11,649
TV licenses	1,461	-	1,461	803
Affiliation fees	5,653	-	5,653	5,411
Repairs and replacements	70,850	-	70,850	60,401
Repairs & maintenance - wages and salaries	41,407	-	41,407	45,259
Garden upkeep	14,770	-	14,770	11,483
Sundry expenses	1,855	-	1,855	4,784
Property depreciation	62,220	-	62,220	62,220
Fixtures and fittings depreciation	14,988	-	14,988	13,233
Waste removal	4,159	-	4,159	3,448
Staff uniforms	2,483	-	2,483	2,135
Housing of multiple occupancy fees	853	-	853	-
Residents' travel expenses	1,507	-	1,507	-
Events	2,238	-	2,238	-
Stationery	262	-	262	-
Computer/Cycle scheme	524	-	524	-
Access Northern Ireland	729	-	729	-
Supporting People – IT upgrade	-	7,005	7,005	-
	1,119,533	7,005	1,126,538	1,130,313

Notes to the financial statements for the year ended 31 March 2015

6 Resources expended on charitable activities – residents and associated costs (continued)

	Unrestricted funds £	Restricted funds £	2015 £	2014 £
Management and administration				
Wages, salaries and pension	143,291	7,800	151,091	111,186
Pension charge – exceptional item (note 9)	-	-	-	74,851
Staff training – direct outlays excluding staff costs	5,373	-	5,373	8,806
Printing and stationery	2,960	-	2,960	1,814
Office equipment rentals	846	-	846	212
Postage and telephone	4,863	-	4,863	5,055
Advertising and publicity	14,071	-	14,071	8,392
Travel expenses	4,151	-	4,151	1,944
Sundry expenses	1,823	-	1,823	13,254
Consultancy and other professional fees	7,775	-	7,775	11,314
Officers' indemnity insurance	141	-	141	1,153
Bank charges	635	-	635	435
Office equipment depreciation	4,955	-	4,955	3,720
Computer license and maintenance	2,549	-	2,549	2,220
Consumables	1,426	-	1,426	2,224
Office equipment	131	-	131	1,449
Office rental	17,219	-	17,219	-
Subscriptions	553	-	553	-
Meeting and conference fees	2,305	-	2,305	-
Bad debt	1,282	-	1,282	-
National Lottery outreach project (note 15)- wages and salaries	-	27,989	27,989	9,995
National Lottery outreach project (note 15) - direct outlays excluding staff costs	-	12,160	12,160	2,451
Development costs	-	-	-	970
	216,349	47,949	264,298	261,445
Total costs of operating houses	1,335,882	54,954	1,390,836	1,391,758

7 Governance costs

	2015 £	2014 £
Fees payable to the company's auditors for the audit of the accounts	8,520	8,919

Notes to the financial statements for the year ended 31 March 2015

8 Net incoming resources for the year

	2015 £	2014 £
This is stated after charging:		
Staff costs (note 10)	878,708	909,336
Depreciation	82,163	79,172
Fees payable to the company's auditors for the audit of the accounts	8,520	8,919
Hire of office equipment	846	846

9 Exceptional item

In the prior year, the Directors decided to withdraw the Society as a participating employee in the Growth Fund Pension Scheme after taking professional independent advice. By doing so the Directors ensured that the Society will not be subject to the possibility of having to meet an escalating liability in the future. A payment of £74,851 was made in the year ended 31 March 2014, which was the exit liability calculated by the Scheme actuary.

10 Employee information

	2015 £	2014 £
Staff costs:		
Wages and salaries	817,713	775,240
Social security costs	53,337	50,810
Other pension costs (note 9)	6,420	77,546
	877,470	903,596
Sundry wages and agency costs	1,238	5,740
	878,708	909,336

Employees falling in emolument bands over £60,000 is Nil (2014: Nil).

	Number	Number
Average monthly number of persons employed by the Society during the year by activity:		
House managers	8	8
House staff	51	52
Administrative staff	6	4
	65	64

No remuneration was paid to any Director during the year (2014: Nil). Expenses amounting to £2,011 were paid to Directors during the year (2014: £513). Indemnity insurance for Directors' liability has been purchased by the company for £1,147 (2014: £1,153).

11 Taxation

The Society is a registered charity, and as such is entitled to certain tax exemptions on income and profits from investments, and surpluses on any trading activities carried on in furtherance of the Society's primary objectives, if these profits and surpluses are applied solely for charitable purposes.

The Society is not registered for VAT and accordingly, all its expenditure is recorded inclusive of any VAT incurred.

Notes to the financial statements for the year ended 31 March 2015

12 Tangible assets

	Freehold property £	Furnishings & fittings £	Office equipment £	Total £
Cost				
At 1 April 2014	3,110,995	56,192	47,284	3,214,471
Additions	-	19,447	1,666	21,113
Disposals	-	(3,177)	(10,913)	(14,090)
At 31 March 2015	3,110,995	72,462	38,037	3,221,494
Accumulated depreciation				
At 1 April 2014	585,824	38,899	34,319	659,042
Charge for the year	62,220	14,988	4,955	82,163
Disposals	-	(3,177)	(10,913)	(14,090)
At 31 March 2015	648,044	50,710	28,361	727,115
Net book amount				
At 31 March 2015	2,462,951	21,752	9,676	2,494,379
At 31 March 2014	2,525,171	17,293	12,965	2,555,429

13 Debtors

	2015 £	2014 £
Other debtors	11,120	11,644
Prepayments and accrued income	37,240	31,808
	48,360	43,452

Other debtors relate to residents' charges due.

14 Creditors: amounts falling due within one year

	2015 £	2014 £
Trade creditors	42,910	36,635
Accruals and deferred income	34,985	29,262
	77,895	65,897

Other creditors relate to residents' charges received in advance.

Notes to the financial statements for the year ended 31 March 2015

15 Restricted funds

	At 1 April 2014 £	Incoming resources £	(Utilised) £	At 31 March 2015 £
Employee welfare – Samuel Eric Turpin Fund	11,464	-	(7,800)	3,664
National Lottery outreach project	21,861	42,087	(40,149)	23,799
	33,325	42,087	(47,949)	27,463

The restricted funds, comprise (i) monies donated to be used for the benefit of Society staff, which is utilised to mark long service of support staff members; and (ii) National Lottery funding relating to a community outreach programme to combat loneliness amongst isolated and lonely older people.

16 Unrestricted funds

	Designated Reserves £	General Reserves £	Total Reserves £
At 1 April 2014	1,361,326	2,961,504	4,322,830
Transfer to designated reserves	233,884	(233,884)	-
Net incoming funds for the year	-	157,895	157,895
At 31 March 2015	1,595,210	2,885,515	4,480,725

Designated reserves are for the upgrading and renewal of the Society's houses, and adding to its housing stock when appropriate.

17 (a) Net cash inflow from operating activities

	2015 £	2014 £
Net movement in funds for the year	152,033	56,973
Depreciation	82,163	79,172
Interest received	(40,900)	(33,145)
Movement in prepayments and accrued income	(5,432)	(3,570)
Movement in other debtors	524	15,806
Movement in trade creditors, accruals and deferred income	11,998	21,269
Net cash inflow from operating activities	200,386	136,505

Notes to the financial statements for the year ended 31 March 2015

17 (b) Analysis of net funds

	At 1 April 2014 £	Cash flows £	At 31 March 2015 £
Current account	528,316	(165,611)	362,705
Deposit accounts	1,294,225	385,241	1,679,466
Cash in hand	630	543	1,173
Net cash	1,823,171	220,173	2,043,344
Net funds	1,823,171	220,173	2,043,344

17 (c) Reconciliation of net cash flow to movement in net funds

	2015 £	2014 £
Increase in cash in the financial year	220,173	152,054
Movement in net funds in year	220,173	152,054
Net funds at beginning of the year	1,823,171	1,671,117
Net funds at end of the year	2,043,344	1,823,171

18 Financial commitments

Operating leases

At 31 March the company had annual commitments under non-cancellable operating leases expiring as follows:

	Other 2015 £	Other 2014 £
Within one year	846	-
Within two to five years	-	846
	846	846

19 Liability of members

The Society is a company limited by guarantee and does not have a share capital. It is governed by a Memorandum and Articles of Association and the liability of each member is limited to an amount not exceeding £1.

Notes to the financial statements for the year ended 31 March 2015

20 Related party transactions

Transactions with related parties are as follows:

Name of related party (relationship)	Nature of transaction	Amount of transaction		Amount owed to/(from) related party	
		2015 £	2014 £	2015 £	2014 £
Ruth Walker	Professional services	-	480	-	-
Tracey Wood	Training services	1,433	-	-	-

The Board appointed Mrs R Walker, the daughter of Mr S McDowell (Chairman of the Board), to undertake part-time consulting work, her particular expertise being in the organisation and management of volunteering.

Tracey Wood (proprietor of Midas Training) is also a part-time employee of the Society. Midas Training provided training services to the Society in the year. All general training provision within the Society is subject to invitation of quotations from at least three training providers.

21 Ultimate controlling party

There is no ultimate controlling party.