

REGISTERED COMPANY NUMBER: 0738023 (England and Wales)  
REGISTERED CHARITY NUMBER: 220392  
TENANT SERVICE AUTHORITY NUMBER HO374

REPORT OF THE EXECUTIVE COMMITTEE AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015  
FOR  
ABBNEYFIELD SOLENT SOCIETY LIMITED



Leonard Gold Chartered Accountants  
Registered Auditors  
24 Landport Terrace  
Portsmouth  
Hampshire  
PO1 2RG

**ABBNEYFIELD SOLENT SOCIETY LIMITED**  
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**FOR THE YEAR ENDED 31 DECEMBER 2015**

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**ABBNEYFIELD SOLENT SOCIETY LIMITED**

**REPORT OF THE EXECUTIVE COMMITTEE**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

The Executive Committee who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2015.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

0738023 (England and Wales)

**Registered Charity number**

220392

**Tenant Service Authority number**

HO374

**Registered office**

50 St Edwards Road  
Southsea  
Hampshire  
PO5 3DJ

**Executive Committee**

Mrs E Bell - Chairman  
T Biddle  
M Mitchell  
Mrs C Rodwell

**Senior Statutory Auditor**

Mrs Julie Watts

**Auditors**

Leonard Gold  
Statutory Auditor  
24 Landport Terrace  
Portsmouth  
Hampshire  
PO1 2RG

**Bankers**

Barclays Bank Plc  
90 Osborne Road  
Southsea  
Portsmouth  
Hampshire  
PO5 3LW

## **ABBNEYFIELD SOLENT SOCIETY LIMITED**

### **REPORT OF THE EXECUTIVE COMMITTEE FOR THE YEAR ENDED 31 DECEMBER 2015**

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

Abbeyfield Solent Society Limited is a company limited by guarantee, having no share capital, governed by its Memorandum and Articles of Association. The company was incorporated on 17 October 1962. It registered as a charity on 5 December 1963 with the Charity Commission and also as a Housing Association with the Housing Corporation. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

##### **Recruitment and appointment of new committee members**

A nomination for election as an ordinary member of the Executive Committee may be put forward

- a) by the Executive Committee; or
- b) if accompanied by a signed statement from the nominee that he/she is willing to act as such, by at least two of members the Society who are entitled to vote.

M Mitchell and Mrs C Rodwell offer themselves for re-election at the Annual General Meeting.

##### **Induction and training of new committee members**

New committee members undergo an orientation period to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision making processes and the recent financial performance of the charity. During the induction period they meet key employees and other committee members. Committee members are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

##### **Organisational structure**

The executive committee, which can have between 3 and 18 members, administers the charity. The Trustees have appointed an Administrator to manage the day to day operations of the Society, under the supervision of the Executive Committee. The Trustees have delegated authority of operational matters to the administration staff.

##### **Risk management**

The Executive Committee has conducted its own review of the major risks to which the charity is exposed and systems have been established to mitigate those risks. Internal risks are minimised by the implementation of procedures for authorisation of all transactions. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The objects of the charity shall be to carry on for the benefit of the community the provision and management for the relief and care of elderly persons of all classes suffering from the disabilities of old age or otherwise being in need, of housing for letting and not for sale and/or hostels. And in furtherance of this object but not otherwise the charity may

- (i) provide land or buildings for purposes connected with the requirements of the elderly persons occupying the houses of hostels provided or managed by the charity; and
- (ii) provide amenities or services for the benefit of such persons either exclusively or together with other persons.

The charity shall have the power to do all the things necessary or expedient for the fulfilment of its objects, and in doing so shall use its best endeavours to observe and fulfil the Guiding Principles of the Abbeyfield movement.

## **ABBNEYFIELD SOLENT SOCIETY LIMITED**

### **REPORT OF THE EXECUTIVE COMMITTEE** **FOR THE YEAR ENDED 31 DECEMBER 2015**

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Investment performance**

Under the Memorandum and Articles of Association, the charity has the power to make any investments that the executive committee sees fit.

#### **FINANCIAL REVIEW**

The Board continued to review its property and the management of the Society, and implemented changes where necessary.

Our programme of recruitment of new residents and use of traditional advertising produced new residents and our advertising covers most of East Hampshire. The income of the Society was maintained for the year despite the closure of Myfanwy House early in 2015.

Continuing on from the review of the Society's properties in 2012, which considered the long term suitability of each House, in the year, the external work to Jane Gillitt House was completed and this listed building will continue to be used as an Abbeyfield House for the future. In addition the Society has succeeded at appeal to obtain a planning consent from Portsmouth City Council for the redevelopment of Myfanwy House, in Cosham to create 14 one bedroom apartments, a house manager's apartment and communal facilities expected of an Abbeyfield house. The delay in obtaining the consent at appeal means that construction will now commence later in 2016.

During the year the Society was assessed and achieved the new Abbeyfield Standard, which involved a significant amount of work by all concerned. However, in order to achieve compliance with current Fire Safety, and health and Safety legislation, and the various risk assessments we have to undertake, the Society has continued to spend a significant amount of money to adapt our existing Houses to meet current standards, as it did last year.

Consequently by the year end and after these additional costs, a loss of £33,862 has been incurred before taking into account the property revaluation.

The General Manager and her staff in both the office and the Houses have continued to maintain our very high standards of care for our Residents. The Executive thanks everyone for their efforts.

#### **Public Benefit**

Abbeyfield Solent's Trustees regularly monitor and review the success of the organisation in meeting its key objectives. The Trustees have considered the Charity Commission's guidance on public benefit and are satisfied that the charity's aims, and its activities carried out in pursuit of those aims, are for the public benefit. A proportion of our residents receive state funding to assist with their fees.

The Executive Committee believe that they have complied with the duty in section 17(5) of the 2011 Charities Act to have due regard to guidance published by the Charity Commission.

#### **Reserves policy**

The purposes of these reserves are detailed in note 15 to the financial statements.

#### **STATEMENT OF THE EXECUTIVE COMMITTEE'S RESPONSIBILITIES**

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

**ABBNEYFIELD SOLENT SOCIETY LIMITED**

**REPORT OF THE EXECUTIVE COMMITTEE**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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

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

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

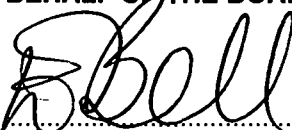
So far as the Executive Committee are aware:

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

**AUDITORS**

The auditors, Leonard Gold Chartered Accountants, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**



Mrs E Bell - Chairperson

Date: 11<sup>th</sup> May 2016

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ABBNEYFIELD SOLENT SOCIETY LIMITED**

We have audited the financial statements of Abbeyfield Solent Society Limited for the year ended 31 December 2015 which comprise the Statement of Financial Activities, the Balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

### **Respective responsibilities of the executive committee and auditors**

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

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

### **Scope of the audit of the financial statements**

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 charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the executive committee; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the financial statements 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 financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2015 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006, schedule 1 to the Housing Act 2004 and the Accounting Requirements for Registered Social Landlords General Determination 2006 and the Statement of Recommended Practice 2015.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the Executive Committee for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF**  
**ABBNEYFIELD SOLENT SOCIETY LIMITED**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you, in our opinion:

- Adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- The financial statements are not in agreement with the accounting records and returns; or
- Certain disclosures of executive committee members remuneration specified by law are not made; or
- We have not received all the information and explanations we require for our audit; or
- The executive committee members were not entitled to prepare financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Executive Committee.



Mrs J D Watts (Senior Statutory Auditor)  
for and on behalf of Leonard Gold  
Registered Auditors  
Chartered Accountants  
24 Landport Terrace  
Portsmouth  
Hampshire  
PO1 2RG

Date: 17 May 2016



**ABBNEYFIELD SOLENT SOCIETY LIMITED**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

|   | Notes | Unrestricted Funds<br>General<br>£ | Designated<br>Funds<br>£ | Endowment<br>Funds<br>Restricted<br>£ | 2015<br>Total<br>Funds<br>£ | 2014<br>Total<br>Funds<br>£ |
|---|-------|------------------------------------|--------------------------|---------------------------------------|-----------------------------|-----------------------------|
| <b>INCOMING RESOURCES</b>                                   |       |                                    |                          |                                       |                             |                             |
| <b>Incoming resources from generated funds</b>              |       |                                    |                          |                                       |                             |                             |
| Voluntary income  | 2     | 5,060                              | -                        | -                                     | 5,060                       | 51,925                      |
| Investment income   | 3     | 291                                | -                        | -                                     | 291                         | 188                         |
| <b>Incoming resources from charitable activities</b>        |       |                                    |                          |                                       |                             |                             |
| Residents Accommodation                                     | 4     | 480,392                            | -                        | -                                     | 480,392                     | 484,663                     |
| <b>Other incoming resources</b>                             |       | <u>414</u>                         | <u>-</u>                 | <u>-</u>                              | <u>414</u>                  | <u>1,050</u>                |
| <b>Total incoming resources</b>                             |       | <u>486,157</u>                     | <u>-</u>                 | <u>-</u>                              | <u>486,157</u>              | <u>537,826</u>              |
| <b>RESOURCES EXPENDED</b>                                   |       |                                    |                          |                                       |                             |                             |
| Charitable activities                                       | 5     | 502,527                            | -                        | -                                     | 502,527                     | 505,323                     |
| Governance costs  | 6     | <u>17,492</u>                      | <u>-</u>                 | <u>-</u>                              | <u>17,492</u>               | <u>15,631</u>               |
| <b>Total resources expended</b>                             |       | <u>520,019</u>                     | <u>-</u>                 | <u>-</u>                              | <u>520,019</u>              | <u>520,954</u>              |
| <b>Net incoming resources before transfers</b>              |       | (33,862)                           | -                        | -                                     | (33,862)                    | 16,872                      |
| <b>Gross transfers between funds</b>                        | 15    | <u>-</u>                           | <u>-</u>                 | <u>-</u>                              | <u>-</u>                    | <u>-</u>                    |
| <b>Net incoming Resources before other recognised gains</b> |       | (33,862)                           | -                        | -                                     | (33,862)                    | 16,872                      |
| <b>Gains on revaluation of freehold property</b>            |       | <u>-</u>                           | <u>500,000</u>           | <u>-</u>                              | <u>500,000</u>              | <u>-</u>                    |
| <b>Net movement in funds</b>                                |       | (33,862)                           | 500,000                  | -                                     | 466,138                     | 16,872                      |
| <b>RECONCILIATION OF FUNDS</b>                              |       |                                    |                          |                                       |                             |                             |
| Total funds brought Forward                                 |       | <u>651,982</u>                     | <u>1,396,286</u>         | <u>895,863</u>                        | <u>2,944,131</u>            | <u>2,927,259</u>            |
| <b>TOTAL FUNDS CARRIED FORWARD</b>                          |       | <u>618,120</u>                     | <u>1,896,286</u>         | <u>895,863</u>                        | <u>3,410,269</u>            | <u>2,944,131</u>            |

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derives from continuing activities.

The notes form part of these financial statements

**ABBNEYFIELD SOLENT SOCIETY LIMITED (REGISTERED NUMBER: 0738023)**

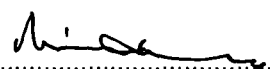
**BALANCE SHEET**  
**AT 31 DECEMBER 2015**

|  | Notes | 2015<br>£        | 2014<br>£        |
|--|-------|------------------|------------------|
| <b>FIXED ASSETS</b>                          |       |                  |                  |
| Tangible assets                              | 10    | 3,289,912        | 2,759,970        |
|  |       | <u>3,289,912</u> | <u>2,759,970</u> |
| <b>CURRENT ASSETS</b>                        |       |                  |                  |
| Stocks                                       |       | 968              | 1,264            |
| Debtors: amounts falling due within one year | 11    | 33,245           | 56,293           |
| Cash at bank and in hand                     |       | <u>113,777</u>   | <u>158,394</u>   |
|  |       | 147,990          | 215,951          |
| <b>CREDITORS</b>                             |       |                  |                  |
| Amounts falling due within one year          | 12    | (27,633)         | (31,790)         |
| <b>NET CURRENT ASSETS</b>                    |       | <u>120,357</u>   | <u>184,161</u>   |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | <u>3,410,269</u> | <u>2,944,131</u> |
| <b>NET ASSETS</b>                            |       | <u>3,410,269</u> | <u>2,944,131</u> |
| <b>FUNDS</b>                                 | 14    |                  |                  |
| Unrestricted funds                           |       | 2,514,406        | 2,048,268        |
| Endowment funds                              |       | <u>895,863</u>   | <u>895,863</u>   |
| <b>TOTAL FUNDS</b>                           |       | <u>3,410,269</u> | <u>2,944,131</u> |

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Executive Committee on 11<sup>th</sup> May 2016 and were signed on its behalf by:

  
.....  
Mrs E Bell, Chairperson

  
.....  
Mr M Mitchell – Committee Member

**ABBNEYFIELD SOLENT SOCIETY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**1. ACCOUNTING POLICIES**

**Accounting convention**

The Charity is registered with the Charity Commission and is also registered under the Housing Act 2004.

The financial statements have been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16<sup>th</sup> July 2014, the Financial Reporting Standard for Smaller Entities (effective January 2015), the Companies Act 2006, the Statement of Recommended Practice: Accounting by Registered Social Landlords 2010 and with the Accounting Requirements for Registered Social Landlords General Determination 2006.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets.

**Incoming resources**

Income from charitable activities represents rental income and is recognised on a receivable basis.

Voluntary income including donations and legacies that are of a general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when:

- The donor specifies that the donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Investment income is recognised on a receivable basis.

**Resources expended**

Expenditure is accounted for on an accruals basis. All resources expended are classified under headings that aggregate all costs related to that category. VAT is charged to those costs as this cannot be recovered.

- Charitable activities include expenditure associated with the running of the charity's houses.
- Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

**Tangible assets**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life as follows:-

Fixtures, Fittings and Equipment – 10-100% on cost depending on the assets expected life.

Freehold property – The Charity has a policy of upgrading its properties to a standard that would increase the properties residual value, so that a depreciation charge is inappropriate.

The above policy is adopted in accordance with the Statement of Recommended Practice (Accounting by Registered Housing Associations) so that the financial statements show a true and fair view of the state of charity's affairs, even though this is a departure from the requirements of the Companies Act 2006.

**ABBNEYFIELD SOLENT SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**1. ACCOUNTING POLICIES – continued**

Social Housing Grants - where developments have been financed wholly or partly by housing association grants the cost of those developments has been reduced by the grant receivable. Whilst SHG has been treated as a grant it is repayable under certain circumstances, primarily following the sale of a property, but the repayment is often restricted to the net proceeds of the sale.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Taxation**

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

**Fund accounting**

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

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

The Permanent Endowment Fund is restricted and represents the property known as Jane Gillitt in Southsea which is occupied by the charity. The charity is entitled to the income but the property is owned by The Jane Gillitt Home Trust, a uniting direction dated 23 March 2005 is in place.

**Legal status of the charity**

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

**Pensions**

A stakeholder pension scheme has been set up for the Society's employees, although at present no employees have become members.

**ABBNEYFIELD SOLENT SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**2. VOLUNTARY INCOME**

|           | 2015<br>£    | 2014<br>£     |
|-----------|--------------|---------------|
| Donations | 60           | 1,925         |
| Legacies  | <u>5,000</u> | <u>50,000</u> |
|           | <u>5,060</u> | <u>51,925</u> |

**3. INVESTMENT INCOME**

|                          | 2015<br>£  | 2014<br>£  |
|--------------------------|------------|------------|
| Deposit account interest | <u>291</u> | <u>188</u> |

**4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES**

|                  | 2015<br>£      | 2014<br>£      |
|------------------|----------------|----------------|
| Resident charges | <u>480,392</u> | <u>484,663</u> |

**5. DIRECT COSTS OF CHARITABLE ACTIVITIES**

|   | 2015<br>£      | 2014<br>£      |
|---|----------------|----------------|
| Staff costs                                 | 224,784        | 231,786        |
| Rates                                       | 11,926         | 11,400         |
| Insurance                                   | 8,593          | 7,904          |
| Light, heat and water                       | 46,481         | 51,906         |
| Telephone                                   | 7,962          | 7,132          |
| Postage, stationery and advertising         | 8,843          | 7,862          |
| Sundries                                    | 1,795          | 3,365          |
| Training costs                              | 675            | -              |
| Gold Star expenses                          | -              | -              |
| Food and household expenses                 | 48,942         | 49,785         |
| Office Accountant                           | 5,895          | 5,750          |
| Executive Committee mileage                 | 2,347          | 2,060          |
| Repairs                                     | 122,298        | 116,601        |
| Motor expenses (lease, insurance & tax)     | 346            | -              |
| Computer expenses                           | 2,466          | 1,829          |
| Professional fees                           | 3,042          | -              |
| Depreciation and loss on disposal of assets | 6,132          | 7,943          |
|   | <u>502,527</u> | <u>505,323</u> |

**ABBNEYFIELD SOLENT SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**6. GOVERNANCE COSTS**

|                        | 2015          | 2014          |
|------------------------|---------------|---------------|
|                        | £             | £             |
| Auditors' remuneration | 5,890         | 5,220         |
| Bank charges           | 868           | 755           |
| Affiliation fees       | 10,734        | 9,359         |
| Mortgage interest      | -             | 297           |
|                        | <u>17,492</u> | <u>15,631</u> |

**7. NET INCOMING/(OUTGOING) RESOURCES**

Net resources are stated after charging/(crediting):

|                             | 2015              | 2014              |
|-----------------------------|-------------------|-------------------|
|                             | £                 | £                 |
| Auditors' remuneration      | 5,430             | 5,220             |
| Depreciation - owned assets | 5,994             | 7,943             |
|                             | <u>          </u> | <u>          </u> |

**8. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 December 2015 nor for the year ended 31 December 2014.

**Trustees' Expenses**

Expenses were reimbursed to the committee members of £2,347 for mileage (£2,060 in 2014).

**9. STAFF COSTS**

|                       | 2015           | 2014           |
|-----------------------|----------------|----------------|
|                       | £              | £              |
| Wages and salaries    | 214,435        | 220,137        |
| Social security costs | <u>10,349</u>  | <u>11,649</u>  |
|                       | <u>224,784</u> | <u>231,786</u> |

No employee earns above £60,000.

**ABBNEYFIELD SOLENT SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**10. TANGIBLE FIXED ASSETS**

|                        | Property<br>under<br>development<br>£ | Freehold<br>property<br>£ | Fixtures<br>and<br>fittings<br>£ | Totals<br>£ |
|------------------------|---------------------------------------|---------------------------|----------------------------------|-------------|
| <b>COST/VALUATION</b>  |                                       |                           |                                  |             |
| At 1 January 2015      | 13,821                                | 3,011,166                 | 156,734                          | 3,181,721   |
| Additions              | 35,760                                | -                         | 314                              | 36,074      |
| Disposals              | -                                     | -                         | (23,508)                         | (23,508)    |
| Revaluations           |                                       | 500,000                   | -                                | 500,000     |
| At 31 December 2015    | 49,581                                | 3,511,166                 | 133,540                          | 3,694,287   |
| Grants received        | -                                     | (293,167)                 | (2,370)                          | (295,537)   |
|                        | 49,581                                | 3,217,999                 | 131,170                          | 3,398,750   |
| <b>DEPRECIATION</b>    |                                       |                           |                                  |             |
| At 1 January 2015      | -                                     | -                         | 126,214                          | 126,214     |
| Charge for the year    | -                                     | -                         | 5,994                            | 5,994       |
| Eliminated on disposal | -                                     | -                         | (23,370)                         | (23,370)    |
| At 31 December 2015    | -                                     | -                         | 108,838                          | 108,838     |
| <b>NET BOOK VALUE</b>  |                                       |                           |                                  |             |
| At 31 December 2015    | 49,581                                | 3,217,999                 | 22,332                           | 3,289,912   |
| At 31 December 2014    | 13,821                                | 2,717,999                 | 28,150                           | 2,759,970   |

The properties were revalued during 2006 by Veness, Chartered Surveyor, with the valuation being on the basis of current existing use. A revaluation was due in 2011, the Trustees took the decision that the cost of a full professional valuation would exceed the benefit for the charity and therefore no professional revaluation was carried out. The Trustees have considered the property values at 31 December 2015 and have completed their own property revaluation. The Trustees believe that their combined experience of building residential and commercial properties gives them the knowledge to complete the valuation.

**11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                               | 2015<br>£     | 2014<br>£     |
|-------------------------------|---------------|---------------|
| Prepayments and other debtors | 33,245        | 56,293        |
|                               | <u>33,245</u> | <u>56,293</u> |

**ABBNEYFIELD SOLENT SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                                 | 2015<br>£     | 2014<br>£     |
|---------------------------------|---------------|---------------|
| Social security and other taxes | 3,928         | 3,259         |
| Trade creditors                 | 15,770        | 20,138        |
| Accrued expenses                | <u>7,935</u>  | <u>8,393</u>  |
|                                 | <u>27,633</u> | <u>31,790</u> |

**13. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

|                       | Unrestricted<br>Funds | Endowment<br>funds | 2015<br>Total<br>Funds | 2014<br>Total<br>Funds |
|-----------------------|-----------------------|--------------------|------------------------|------------------------|
|                       | £                     | £                  | £                      | £                      |
| Fixed assets          | 2,394,049             | 895,863            | 3,289,912              | 2,809,970              |
| Current assets        | 14,990                | -                  | 147,990                | 165,951                |
| Current liabilities   | (27,633)              | -                  | (27,633)               | (31,790)               |
| Long term liabilities | <u>-</u>              | <u>-</u>           | <u>-</u>               | <u>-</u>               |
|                       | <u>2,514,406</u>      | <u>895,863</u>     | <u>3,410,269</u>       | <u>2,944,131</u>       |



**ABBNEYFIELD SOLENT SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**15. MOVEMENT IN FUNDS**

|  | At 1.1.15<br>£          | Net<br>movement in<br>funds<br>£ | At 31.12.15<br>£        |
|--|-------------------------|----------------------------------|-------------------------|
| <b>Unrestricted funds</b>                    |                         |                                  |                         |
| General fund                                 | 651,982                 | (33,862)                         | 618,120                 |
| <b>Designated funds</b>                      |                         |                                  |                         |
| Revaluation Reserve Fund                     | <u>1,396,286</u>        | <u>500,000</u>                   | <u>1,896,286</u>        |
|  | <u>2,048,268</u>        | <u>466,138</u>                   | <u>2,514,406</u>        |
| <br><b>Endowment funds</b>                   |                         |                                  |                         |
| <b>Designated funds</b>                      |                         |                                  |                         |
| Permanent Endowment Revaluation Reserve Fund | 556,046                 | -                                | 556,046                 |
| Permanent Endowment Property Equity Fund     | <u>339,817</u>          | <u>-</u>                         | <u>339,817</u>          |
|  | <u>895,863</u>          | <u>-</u>                         | <u>-</u>                |
| <br><b>TOTAL FUNDS</b>                       | <u><u>2,944,131</u></u> | <u><u>466,138</u></u>            | <u><u>3,410,269</u></u> |

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

|                                  | Incoming<br>Resources<br>£ | Resources<br>expended<br>£ | Revaluations<br>£ | Movement in<br>Funds<br>£ |
|----------------------------------|----------------------------|----------------------------|-------------------|---------------------------|
| <b>Unrestricted funds</b>        |                            |                            |                   |                           |
| General fund                     | 486,157                    | (520,019)                  | -                 | (33,862)                  |
| Revaluation fund                 | <u>-</u>                   | <u>-</u>                   | <u>500,000</u>    | <u>500,000</u>            |
|                                  | 486,157                    | (520,019)                  | 500,000           | 466,138                   |
| <br><b>Endowment funds</b>       |                            |                            |                   |                           |
| Permanent Endowment Fund         | -                          | -                          | -                 | -                         |
| Permanent Endowment Reserve Fund | <u>-</u>                   | <u>-</u>                   | <u>-</u>          | <u>-</u>                  |
|                                  | <u>-</u>                   | <u>-</u>                   | <u>-</u>          | <u>-</u>                  |
|                                  | <u>486,157</u>             | <u>(520,019)</u>           | <u>500,000</u>    | <u>466,138</u>            |

**ABBNEYFIELD SOLENT SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

Purpose of funds:-

**Revaluation reserve**

The revaluation reserve is required by the Companies Act 2006 and represents the amount by which the Charity's properties exceed their historical cost.

**Permanent endowment fund**

This fund represents the capital value of the Jane Gillitt property as the charity is entitled to use the income it generates but are not entitled to the capital. This fund is split between the property equity fund which represents the original cost of the property including property additions and the revaluation fund which shows the revalued element.