

Angell Town Resident Management Organisation Limited

Report and Financial Statements

Year Ended
31 March 2021

Co-operative and Community
Benefit Societies Act 2014
Registered Number: 27732R

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Company Information

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The following pages do not form part of the statutory accounts:

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Committee of Management

The members during the year were as follows:

C Echebima -Johnson (Chair)	J Uk-Wade
J Ajala (Vice Chair)	E McKenzie
R Heraty	L Oluwaseyi
F Alao (Treasurer)	A Bongay-Caulker
A Rogers	M Dunne
P Nwodu	

Secretary	R Heraty
Company number	27732R
Registered office	Housing Office, Langport House, Overton Road, London, SW9 7HN
Auditors	GCN (Auditing) Limited Dominique House, 1 Church Road Dudley West Midlands DY2 0LY
Bankers	NatWest Bank Plc 504 Brixton London SW9 8EW

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Management Committee Report

The Management Committee present their report and audited accounts for the association for the year ended 31 March 2021.

Principal activity

The Organisation's principal activity during the year was the management and maintenance of property on the Angell Town Estate via a management agreement with the Lambeth Council.

Committee of management

The committee of management are detailed on the Organisation's information page, being elected by the shareholders annually.

C Echebima -Johnson (Chair)
J Ajala (Vice Chair)
R Heraty
F Alao (Treasurer)
A Rogers
P Nwodu

J Uk-Wade
E McKenzie
L Oluwaseyi
A Bongay-Caulker
M Dunne

Statement of committee's responsibilities

Current legislation 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 organisation and of the income or expenditure for that year. In preparing those financial statements the committee are required to:

Select suitable accounting policies and then apply them consistently;

Make judgements and estimates that are reasonable and prudent;

State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;

Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the association will continue.

The committee are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the organisation and enable them to ensure that the financial statements comply with the rules set out in the Co-operative and Community Benefit Societies Act 2014. They are also responsible for safeguarding the assets of the organisation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Management Committee Report

For the year ended 31 March 2021

Statement of disclosure of information to auditors

The members of the committee of management who held office at the date of approval of this annual report confirm that:


- So far as they are aware, there is no relevant audit information needed by the organisation's auditors in connection with preparing their report, that they have not been made aware of.
- They have taken all the steps that they ought to have taken as committee members in order to make themselves aware of any relevant audit information and to establish that the organisation's auditors are aware of that information.

Auditors

A resolution to re-appoint GCN (Auditing) Limited, Accountants and Registered Auditors, as auditors will be put to the members at the annual general meeting.

By order of the Board

R Heraty
Secretary



30th November 2021

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Independent Auditors' Report to the Management Committee of Angell Town Resident Management Organisation Limited for the year ended 31 March 2021

Opinion

We have audited the financial statements of Angell Town Resident Management Organisation Limited (the 'organisation') for the year ended 31 March 2021 which comprise the statement of income and retained earnings, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the organisation's members, as a body, in accordance with chapter 1 - 5 of section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the organisation's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the organisation and the organisation's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the organisation's affairs as at 31 March 2021 and of its surplus for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the organisation in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- The committee's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- The committee have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the organisation's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Independent Auditors' Report to the Management Committee of Angell Town Resident Management Organisation Limited for the year ended 31 March 2021

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The committee are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

Opinions on other matters prescribed by the Co-operative and Community Benefit Societies Act 2014

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

- the information given in the committee's report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the committee's report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the organisation and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the management committee report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of the committee's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the committee members were not entitled to prepare the financial statements and the report in accordance with the small companies regime.

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Independent Auditors' Report to the Management Committee of Angell Town Resident Management Organisation Limited for the year ended 31 March 2021

Responsibilities of the committee

As explained more fully in the committee's responsibilities statement set out on page 2, the committee are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but this is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decision of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

The extent to which the audit was considered capable of detecting irregularities including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- a) the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- b) we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the tenant management sector;
- c) we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, taxation legislation and data protection, anti-bribery, employment, environmental (including Waste and Electronic recycling (WEEE) Regulations 2013) and health and safety legislation;
- d) we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- e) identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances on non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- a) making enquiries of management as to where they considered there was a susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- b) considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Independent Auditors' Report to the Management Committee of Angell Town Resident Management Organisation Limited for the year ended 31 March 2021

The extent to which the audit was considered capable of detecting irregularities including fraud (continued)

To address the risk of fraud through management bias and override of controls, we:

- a) performed analytical procedures to identify any unusual or unexpected relationships;
- b) tested journal entries to identify unusual transactions;
- c) assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- d) investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- a) agreeing financial statement disclosures to underlying supporting documentation;
- b) reading the minutes of meetings of those charged with governance;
- c) inquiring of management as to actual and potential litigation and claims; and
- d) reviewing correspondence with HMRC, relevant regulators including the Health and Safety Executive, and the company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to inquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Martin Bradley FCCA (Senior Statutory Auditor)

For and on behalf of
GCN (Auditing) Limited
Chartered Certified Accountants & Statutory Auditors
Dominique House
1 Church Road
Netherton
Dudley
West Midlands
DY2 0LY

30th November 2021

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Statement of Comprehensive Income for the year ended 31 March 2021

	Note	2021		2020	
		£	£	£	£
Income					
Management allowances	1		876,316		834,905
Cleaning contract			49,371		42,511
Rental income			41,018		43,024
Parking permits			3,622		7,389
Other income			2,639		24,813
Bank interest received			1,589		2,278
			<u>974,555</u>		<u>954,920</u>
Expenditure					
Central Administration		159,958		234,387	
Committee expenses		14,091		41,030	
Housing management		149,321		172,040	
Maintenance costs		173,831		378,399	
Estate costs		45,891		53,372	
Estate cleaning		166,389		158,691	
CCTV costs		141,379		-	
			<u>850,860</u>		<u>1,037,919</u>
Surplus/(deficit) before taxation			123,695		(82,999)
Taxation	3		9,546		9,626
Surplus/(deficit) after taxation			114,149		(92,625)

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED


Statement of Financial Position at 31 March 2021


Registered Number: 27537R

	Note	2021		2020	
		£	£	£	£
Fixed assets					
· Tangible assets	4		52,806		66,751
Current assets					
Debtors	5	13,622		34,752	
Cash at bank and in hand		629,440		480,890	
		643,062		515,642	
Creditors: amounts falling due within one year	6	193,987		194,665	
Net current (liabilities)/assets			449,075		320,977
Total assets less current liabilities			501,881		387,728
Creditors: amounts falling due After more than one year	7		-		-
Net assets/(liabilities)			501,881		387,728
Financed by					
Shares	9		91		87
Reserves	10		501,790		387,641
Net assets			501,881		387,728

These accounts have been prepared in accordance with the special provisions relating to small companies within the Co-Operative and Community Benefit Societies Act 2014 and the FRS 102 Section 1A – smaller entities.

The financial statements were approved by the management committee on 30th November 2021.

.....

 (Secretary)

.....


(Chair)


 (Treasurer)

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Statement of Changes in Equity for the year ended 31 March 2021

	Shares £	General Surplus £	Total £
At 1 April 2019	86	480,266	480,352
(Deficit) for the year	-	(92,625)	(92,625)
Transfers	-	-	-
Net issue (forfeit) of shares	1	-	1
Pension fund deficit movement	-	-	-
At 31 March 2020	87	387,641	387,728
	Shares £	General Surplus £	Total £
At 1 April 2020	87	387,641	387,728
Surplus/(deficit) for the year	-	114,149	114,149
Transfers	-	-	-
Net issue (forfeit) of shares	4	-	4
Pension fund deficit movement	-	-	-
At 31 March 2021	91	501,790	501,881

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Notes forming part of the financial statements for the year ended 31 March 2021

1 Principal Accounting Policies

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard 102 and the Co-operative and Community Benefit Societies Act 2014.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided to write off the cost or valuation, less estimated residual values, of all fixed assets, except freehold land, evenly over their expected useful lives. It is calculated at the following rates:

Computers and computer software	-	33.3% Straight line
Furniture, fixtures and fittings	-	25% Straight line
Plant and machinery	-	25% Straight line
Office equipment	-	25% Straight line

Income

Management allowances are received on a quarterly basis from Lambeth Council in respect of repairs and management. These are recognised on an accruals basis, ie when they fall due.

Leasing and hire purchase contracts

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

Provisions

Provisions are recognised when the company has a legal or constructive obligation at the reporting date as a result of a past event, it is probable that the company will be required to settle the obligation and the amount of the obligation can be reliably estimated.

Provisions are recognised at the best estimate of the amount required to settle the obligation at the reporting date.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Notes forming part of the financial statements for the year ended 31 March 2021

1 Principal Accounting Policies (continued)

Employee benefits

Accrued holiday pay

Provision is made at each balance sheet date for holidays accrued but not taken, to the extent that they may be carried forward, calculated at the salary of the relevant employee at that date.

Short-term employee benefits

Short-term employee benefits are recognised as an expense as they are incurred.

Post-employment defined contribution plans

Amounts in respect of defined contributions are recognised as an expense as they are incurred.

Termination benefits

Provision for determination benefits are recognised only when the company is demonstrably committed to terminate the employment of an employee or of a group of employees before their normal retirement date or to provide termination benefits as a result of an offer made in order to encourage voluntary redundancy.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits and short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk to changes in value.

2 Operating surplus/(deficit)

	2021	2020
	£	£
<i>The operating surplus/(deficit) is stated after charging or crediting:</i>		
Depreciation of tangible fixed assets:		
- Owned assets	31,050	28,549
Pension contributions current service cost	55,135	51,755
Auditors' remuneration	4,995	2,100
	<u>91,180</u>	<u>82,404</u>

3 Taxation

	2021	2020
	£	£
Corporation Tax at 19% (2020 : 19%)	9,546	9,626
	<u>9,546</u>	<u>9,626</u>

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Notes forming part of the financial statements for the year ended 31 March 2021

4 Tangible Fixed Assets

	Computer & computer software £	Furniture, Fixtures & fittings £	Office equipment £	Plant & machinery £	Total £
<i>Cost</i>					
At 1 April 2020	11,284	93,784	3,815	21,386	130,269
Additions	-	11,092	-	6,013	17,105
At 31 March 2021	11,284	104,876	3,815	27,399	147,374
<i>Depreciation</i>					
At 1 April 2020	8,771	46,246	3,429	5,072	63,518
Charge for the year	1,652	23,150	185	6,063	31,050
At 31 March 2021	10,423	69,396	3,614	11,135	94,568
<i>Net book value</i>					
At 31 March 2021	861	35,480	201	16,264	52,806
At 31 March 2020	2,513	47,538	386	16,314	66,751

5 Debtors

	2021 £	2020 £
Trade debtors	13,622	34,752
Prepayments	-	-
	13,622	34,752

All amounts under debtors fall due for payment within one year.

6 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	164,963	172,606
Other creditors	3,598	6,211
Accruals and deferred income	4,745	2,500
Corporation tax	9,546	9,627
Other taxes and social security	11,135	3,721
	193,987	194,665

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Notes forming part of the financial statements for the year ended 31 March 2021

7 Share capital

	2021 £	2020 £
Members shares of £0.50 each		
Balance brought forward	87	86
Issued in the year	4	1
Forfeited in the year	-	-
	<u> </u>	<u> </u>
Balance carried forward	91	87
	<u> </u>	<u> </u>

Each member shall hold one share only in the association and, as a consequence, be entitled to a single vote. The shares are neither withdrawable or transferable, carry no rights of interest, dividend nor bonus, and are forfeited and cancelled on cessation of membership.

8 Reserves

General surplus - Relates to surpluses made since the organisation became independent

9 Employees

	2021 £	2020 £
Staff costs consist of:		
Wages and agency costs	298,336	372,800
Social security costs	27,987	29,826
Pension costs	55,135	51,755
	<u> </u>	<u> </u>
	381,458	454,381
	<u> </u>	<u> </u>

The average number of employees during the year was 11 (2020 : 13). The Committee Members did not receive any remuneration during the year (2020 : £0).

10 Legislative provisions

The co-operative is incorporated under the Co-operative and Community Benefit Societies Act 2014.

The page which follows does not
form part of the statutory
financial statements of the Association

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Income and Expenditure Account for the year ended 31 March 2021

	2021 £	2020 £
Central administration		
Staff costs	107,255	105,881
Consultants HR	3,619	3,619
External payroll	1,238	1,254
CCTV costs	-	633
Business rates	-	5,837
Printing, postage and stationery	7,509	10,939
Insurance	5,212	4,563
Travel expenses	-	1,498
Website costs	10,811	11,169
Audit fees	4,995	2,100
General office expenses	17,584	20,942
Sundry expenses	688	514
Bank charges	1,022	864
Depreciation	31,050	28,549
Bad debts	5,000	36,025
Bad debts recovered	(36,025)	-
	<hr/> 159,958	<hr/> 234,387
Committee expenses		
Training	-	9,240
Other events	9,525	14,321
Travel and entertainment	2,556	2,907
Legal and professional fees	2,010	14,562
	<hr/> 14,091	<hr/> 41,030
Housing management		
Staff costs	103,472	99,270
Legal and professional fees	45,849	69,683
Volunteer expenses	-	3,087
	<hr/> 149,321	<hr/> 172,040
Maintenance costs		
Day to day repairs	120,103	235,633
Responsive repairs	19,634	43,390
Void repairs	19,328	16,929
Staff Costs	14,766	97,618
Agency Staff	-	6,000
Recruitment expenses	-	1,711
Management allowance adjustment	-	(22,882)
	<hr/> 173,831	<hr/> 378,399

ANGELL TOWN RESIDENT MANAGEMENT ORGANISATION LIMITED

Income and Expenditure Account for the year ended 31 March 2021

Estate care

Staff costs	44,548	43,723
Removal services	-	1,807
Sundries	1,256	7,803
Travel expenses	87	39
	<hr/>	<hr/>
	45,891	53,372
	<hr/>	<hr/>

Estate cleaning

Staff costs	111,417	107,889
Ground maintenance	16,343	23,390
Pest control	13,099	14,060
Waste removal	25,530	13,352
	<hr/>	<hr/>
	166,389	158,691
	<hr/>	<hr/>