

**REGISTERED COMPANY NUMBER: 2124RS**  
**REGISTERED CHARITY NUMBER: SC015946**

OSCR Accounts

**REPORT OF THE TRUSTEES AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2024**  
**FOR**  
**ABBNEYFIELD BALLACHULISH SOCIETY LIMITED**

Azets Audit Services  
Chartered Accountants  
Statutory Auditor  
Accountants  
Titanium 1  
King's Inch Place  
Renfrew  
Glasgow  
PA4 8WF



**ABBAYFIELD BALLACHULISH SOCIETY LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

	<b>Page</b>
<b>Report of the Trustees</b>	1 to 5
<b>Report of the Independent Auditors</b>	6 to 8
<b>Statement of Financial Activities</b>	9
<b>Balance Sheet</b>	10
<b>Cash Flow Statement</b>	11
<b>Notes to the Cash Flow Statement</b>	12
<b>Notes to the Financial Statements</b>	13 to 22

# ABBEYFIELD BALLACHULISH SOCIETY LIMITED

## REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2024

The trustees, who are the Executive Committee for the purposes of the Co-operative and Community Benefit Societies Act 2014, present their annual trustees' report together with the financial statements of the charity for the year ending 30 September 2024.

The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), its rules, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

### OBJECTIVES AND ACTIVITIES

#### Objectives and aims

Abbeyfield Ballachulish is established for the purpose of managing Abbeyfield House at Park Road Ballachulish, which provides nursing care, residential care, day care and general housing for older people. Its objectives are:

To provide a structured quality service using professional assessment skills, personal and holistic care planning, reviewing, monitoring and evaluating constantly to improve the service.

To facilitate regular client meetings and committee meetings to provide a democratic system for suggestions and active involvement in the running of Abbeyfield Ballachulish.

Its aims are to:

- promote and maintain a high quality of life for the service users;
- promote a comfortable, secure, homely and welcoming environment for all service users;
- encourage independence and retain individuality;
- actively promote service users' rights as citizens, allowing dignity, privacy and choice;
- involve service users in the active running of all services and in any major decisions regarding this;
- maintain access to and involvement in the wider community of South Lochaber;
- encourage family and friends to visit and assist in personal care; and
- promote anti discriminatory practice.

### Significant activities

#### Care Home Service

The Care Home has 35 self-contained, modern en-suite bedrooms providing a mixture of residential, dementia and nursing care according to service user's needs. A further 2 bedrooms are available for the provisions of intermediate care, working in partnership with NHS Highland. The service operates on a 24-hour seven day a week basis giving a very high standard of care to all its service users.

#### Day Care

The day care centre caters for up to 10 service users daily Monday to Friday. It is open to all members of our local community particularly those, but not exclusively, with assessed needs through Health & Social Care - private service users are welcome. There are a diverse range of activities at the day care centre and we endeavour to meet the preferences, interest and needs of all those who attend.

### OBJECTIVES AND ACTIVITIES

#### Significant activities

##### Medical Services

As well as 24 hours nursing services Abbeyfield Ballachulish provides medical support services through a range of clinics in partnership with NHS Highland. These are for podiatry, dietary and hearing impairment services. All service users have, where appropriate, ready access to other services as well, which include care & repair services, occupational health and aids and equipment. There are also diabetic and mental health clinics which, where necessary, are held with the support of a video conferencing facility which offers live links to hospital clinics and consultants.

The local General Practitioner surgery is within walking distance of the building and offers a dispensing service when required. Community nursing services are located in the building and support the nursing services provided to our residential clients and those attending from the community to day care.

## ABBNEYFIELD BALLACHULISH SOCIETY LIMITED

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2024

#### STRATEGIC REPORT

##### Achievement and performance

##### Charitable activities

The Trustees consider that the performance of the company this year continues at a satisfactory level.

Room occupancy during the year was 99% and this level has been maintained. The general houses had for older clients currently occupied an occupancy rate for the year of 100%.

During the year, the management and Trustees continued to make progress in delivering a competent care service for the Ballachulish community and the surrounding area. The December 2022 inspection by the Care Inspectorate graded the care home with grade 5 in the two areas inspected namely wellbeing and leadership, with the remaining three areas still graded at 6. Day care has not been inspected since 2019 and remains at grade 6.

A full report for all services at Abbeyfield Ballachulish can be found at <http://www.careinspectorate.com>. The charity continues to work very closely with NHS Highland, Health and Social Care and the Care Inspectorate to ensure that a high standard of care is delivered to older people in the community.

##### Financial review

##### Financial position

The statement of financial activities shows a surplus for the year of £204,422 (2023 £240,169). At the end of the year, the accumulated funds amounted to £4,017,400 (2023 £3,812,798).

##### Investment policy and objectives

Under the memorandum and articles of association, the society has the power to make any investments which the Trustees see fit.

##### Reserves policy

The present level of funding is adequate to support the continuation of Abbeyfield Ballachulish and the Trustees consider the financial position requires continuous monitoring to ensure the society remains viable.

##### Internal financial controls

The Trustees are responsible for the Society's system of internal financial control and have reviewed its effectiveness from information provided by management staff. Any system can only provide reasonable and not absolute assurance against material misstatement or loss. The financial control system within the Society is fundamentally simple and appropriate to the size and complexity of the organisation. It includes a combination of regular review of financial results compared with an agreed budget and authorisation of all expenditure by senior staff and the Trustees

##### Principal risks and uncertainties

We are regularly updating our policies and procedures in line with current government guidance.

##### Financial and risk management objectives and policies

The Trustees actively review the major risks which the company faces and believe that by maintaining reserves at about the current levels, combined with an annual review of expenditure and income they will retain control of the finances.

The trustees have also examined other operational and business risks faced by the company and confirm that they have established systems to mitigate any significant risks.

##### Future plans

The Trustees will continue to explore viable options which will help to increase income streams and reduce costs.

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

##### Charity constitution and governing document

The charity is constituted as a 'Registered Society' registered under the Co-operative and Community Benefit Societies Act 2014. The liability of members is limited to £1. The society was incorporated with solely charitable objects, and is governed by its rules. The company is recognised as a charity by the Office of the Scottish Charity Regulator, its reference number being SC015946.

**ABBEYFIELD BALLACHULISH SOCIETY LIMITED**

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**The board of Trustees**

The Trustees of the society are also charity trustees for the purpose of charity law. The election of members to the board of trustees is in accordance with the rules of the Society.

The maximum number of trustees at any time is 9.

At each general meeting all trustees who have been appointed by the directors since the last annual general meeting are required to retire from office, but are then eligible for re-election. Out of the remaining trustees, one-third is required to retire annually from office but are eligible for re-election.

Trustees bring their own skills to the society and induction consists of becoming familiar with Abbeyfield standards and the requirements of current legislation as overseen by the various regulatory bodies.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

2124RS (Not specified/Other)

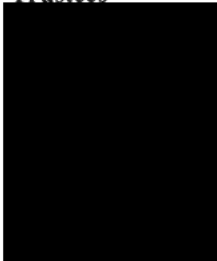
**Registered Charity number**

SC015946

**Registered office**

Park Road  
Ballachulish  
Highland  
PH49 4JS

**Trustees**



**Auditors**

Azets Audit Services  
Chartered Accountants  
Statutory Auditor  
Accountants  
Titanium 1  
King's Inch Place  
Renfrew  
Glasgow  
PA4 8WF

**Bankers**

Royal Bank of Scotland  
6 High Street  
Fort William  
PH33 6AS

## ABBNEYFIELD BALLACHULISH SOCIETY LIMITED

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2024

#### REFERENCE AND ADMINISTRATIVE DETAILS

##### Solicitors

MacIntyre & Co  
38 High Street  
Fort William  
PH33 6AT

##### Accountants

Total Accounting Ltd.  
Moncrieff House  
10 Moncrieff Street  
Paisley  
PA3 2BE

##### Manager

#### STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). As a Registered Society registered under the Co-operative and Community Benefit Society Act 2014 the Trustees are required to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the Society and of the surplus or deficit of the Registered Society for the year. In preparing these, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the SORP applicable to the Registered Society;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Registered Society will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Society and to enable them to ensure that the financial statements comply with the Registered Society' regulation under the Co-operative and Community Benefit Societies Act 2014. They are responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who is a trustee of the board at the date approval of this report confirms that:

- So far as the trustee is aware, there is no relevant audit information which the Registered Society's auditors are unaware; and
- The trustee has taken all the steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the Registered Society's auditors are aware of that information.

#### AUDITORS

The auditors, Azets Audit Services, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ABBEYFIELD BALLACHULISH SOCIETY LIMITED**

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 11 March 2025 and signed on the board's behalf by:



## **REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF ABBEYFIELD BALLACHULISH SOCIETY LIMITED**

### **Opinion**

We have audited the financial statements of Abbeyfield Ballachulish Society Limited (the 'society') for the year ended 30 September 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the society's affairs as at 30 September 2024 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 practices; and
- have been prepared in accordance with the requirements of the Co-operative and Communities Benefit Societies Act 2014, the Charities and Trustees Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

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

### **Conclusions relating to going concern**

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

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

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

### **Other information**

The board are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept proper and adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

## **REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF ABBEYFIELD BALLACHULISH SOCIETY LIMITED**

### **Responsibilities of trustees**

As explained more fully in the trustee' responsibilities statement, the trustees 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 trustees 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 trustees are responsible for assessing the society'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 trustees either intend to liquidate the society or to cease operations, or have no realistic alternative but to do so.

### **Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the society through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
ABBEYFIELD BALLACHULISH SOCIETY LIMITED**

**Use of our report**

This report is made solely to the society's members, as a body, in accordance with Section 87 of the Co-operative and Community Benefit Societies Act 2014, and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the society those matters we are required to state to it 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 society for our audit work, for this report, or for the opinions we have formed.

*Azets Audit Services*

for and on behalf of Azets Audit Services

Chartered Accountants

Statutory Auditor

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

Accountants

Titanium 1

King's Inch Place

Renfrew

Glasgow

PA4 8WF

11 March 2025

**ABBEYFIELD BALLACHULISH SOCIETY LIMITED**

**STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

	Notes	Unrestricted funds £	Restricted fund £	2024 Total funds £	2023 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	1,419	-	1,419	142,796
<b>Charitable activities</b>					
Care activities	4	2,235,387	-	2,235,387	1,881,933
Investment income	3	14,899	-	14,899	4,584
Other income		<u>10,710</u>	<u>-</u>	<u>10,710</u>	<u>17,070</u>
<b>Total</b>		<u>2,262,415</u>	<u>-</u>	<u>2,262,415</u>	<u>2,046,383</u>
 <b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
Care activities	5	<u>2,057,993</u>	<u>-</u>	<u>2,057,993</u>	<u>1,806,214</u>
<b>NET INCOME</b>		204,422	-	204,422	240,169
 <b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		<u>1,116,574</u>	<u>2,696,404</u>	<u>3,812,978</u>	<u>3,572,809</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>1,320,996</u>	<u>2,696,404</u>	<u>4,017,400</u>	<u>3,812,978</u>

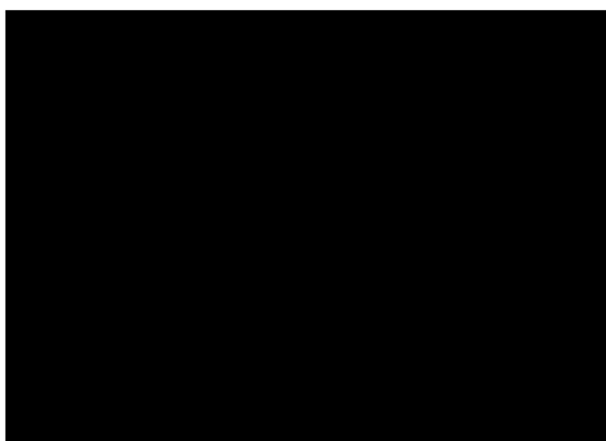
The notes form part of these financial statements

**ABBNEYFIELD BALLACHULISH SOCIETY LIMITED**

**BALANCE SHEET  
30 SEPTEMBER 2024**

	Notes	2024 £	2023 £
<b>FIXED ASSETS</b>			
Tangible assets	11	3,595,179	3,562,630
<b>CURRENT ASSETS</b>			
Stocks	12	900	900
Debtors	13	37,254	60,425
Cash in hand		<u>788,446</u>	<u>584,532</u>
		826,600	645,857
<b>CREDITORS</b>			
Amounts falling due within one year	14	<u>(264,251)</u>	<u>(237,888)</u>
<b>NET CURRENT ASSETS</b>		<u>562,349</u>	<u>407,969</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		4,157,528	3,970,599
<b>CREDITORS</b>			
Amounts falling due after more than one year	15	<u>(140,128)</u>	<u>(157,621)</u>
<b>NET ASSETS</b>		<u>4,017,400</u>	<u>3,812,978</u>
<b>FUNDS</b>	19		
Unrestricted funds		1,320,996	1,116,574
Restricted funds		<u>2,696,404</u>	<u>2,696,404</u>
<b>TOTAL FUNDS</b>		<u>4,017,400</u>	<u>3,812,978</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 11 March 2025 and were signed on its behalf by:



**ABBNEYFIELD BALLACHULISH SOCIETY LIMITED**

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

	Notes	2024 £	2023 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	307,011	283,159
Interest paid		<u>(12,205)</u>	<u>(14,346)</u>
Net cash provided by operating activities		<u>294,806</u>	<u>268,813</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(81,199)	(77,699)
Interest received		<u>14,899</u>	<u>4,584</u>
Net cash used in investing activities		<u>(66,300)</u>	<u>(73,115)</u>
<b>Cash flows from financing activities</b>			
Loan repayments in year		<u>(24,592)</u>	<u>(48,558)</u>
Net cash used in financing activities		<u>(24,592)</u>	<u>(48,558)</u>
		—————	—————
<b>Change in cash and cash equivalents in the reporting period</b>		203,914	147,140
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>584,532</u>	<u>437,392</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u>788,446</u>	<u>584,532</u>

The notes form part of these financial statements

**ABBNEYFIELD BALLACHULISH SOCIETY LIMITED**

**NOTES TO THE CASH FLOW STATEMENT  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

**1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2024	2023
	£	£
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	204,422	240,169
<b>Adjustments for:</b>		
Depreciation charges	43,944	38,841
Loss on disposal of fixed assets	4,706	-
Interest received	(14,899)	(4,584)
Interest paid	12,205	14,346
Decrease/(increase) in debtors	23,171	(40,829)
Increase in creditors	<u>33,462</u>	<u>35,216</u>
<b>Net cash provided by operations</b>	<u>307,011</u>	<u>283,159</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1/10/23	Cash flow	At 30/9/24
	£	£	£
<b>Net cash</b>			
Cash at bank and in hand	<u>584,532</u>	<u>203,914</u>	<u>788,446</u>
	<u>584,532</u>	<u>203,914</u>	<u>788,446</u>
<b>Debt</b>			
Debts falling due within 1 year	(25,172)	7,099	(18,073)
Debts falling due after 1 year	<u>(157,621)</u>	<u>17,493</u>	<u>(140,128)</u>
	<u>(182,793)</u>	<u>24,592</u>	<u>(158,201)</u>
<b>Total</b>	<u>401,739</u>	<u>228,506</u>	<u>630,245</u>

## ABBEYFIELD BALLACHULISH SOCIETY LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2024

#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) - Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Abbeyfield Ballachulish Society Limited meets the definition of a public benefit entity under FRS 102. The charity is registered under the Co-operative and Community Benefit Societies Act 2014 (Reference Number 2124RS) and is registered charity with the Office of the Scottish Charity Regulator (OSCR) (Charity Number SC015946).

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

##### **Preparation of accounts on a going concern basis**

A large portion of the charity's income currently covers staff costs which have increased due to the increase in the National Living Wage and the increase in employers national insurance. This has a significant impact on the viability of the home and its upkeep. In addition care home providers have been forced to accept a marginal uplift of 2.8% to the funding of care home placements made by Local Authorities, when 4% is recognised as the figure for care providers to continue in business.

The trustees are addressing these issues by changing flats on its premises to provide residential care. This will increase its capacity from 30 to 37 and would make the home more viable.

##### **Critical accounting judgements & key sources of estimation uncertainty**

In preparing these financial statements, the trustees have not made any critical accounting judgements or utilised any key sources of estimation uncertainty.

##### **Income**

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Donations, are recognised when the Trust has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. All grants received are included as income in the the Statement of Financial Activities.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

Housing accommodation is income received during the year from general housing. Nursing and residential care represents the amounts charged for nursing, residential and day care services provided in the year, and is recognised on a delivered basis. Where income is received in advance, it is deferred until the criteria for income recognition are met.

Other income represents those items not falling into any other heading.

## ABBNEYFIELD BALLACHULISH SOCIETY LIMITED

### NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2024

#### 1. ACCOUNTING POLICIES - continued

##### **Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Expenditure on charitable activities includes the costs of activities undertaken to further the purposes of the charity and their associated support costs.

Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

##### **Allocation and apportionment of costs**

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity's programmes and activities. These costs have been allocated to expenditure on charitable activities.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Fixtures and fittings	- 20% on cost and 10% on cost
Motor vehicles	- 25% on reducing balance

Housing Association grants and other grants for capital expenditure on housing properties received in prior accounting periods were deducted from the cost of housing properties on the face of the balance sheet. No adjustment was made on transition to FRS102 as the resulting net book value was assessed to be equivalent to the fair value of the property.

Property is carried at fair value based on current market values being achieved for sales of homes with similar number of beds. This is reviewed annually by the Trustees with any impairment or uplift being reflected through the Statement of Financial Activities.

##### **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 are available to spend on activities that further any of the purposes of charity.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work.

##### **Pension costs and other post-retirement benefits**

Existing employees of the charity were entitled to join the The Flexible Retirement Plan, a money purchase defined contribution pension scheme managed by The Pensions Trust which is funded by contributions from employee and employer.

**ABBEYFIELD BALLACHULISH SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

**1. ACCOUNTING POLICIES - continued**

**Pension costs and other post-retirement benefits**

Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**Cash at bank and in hand**

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**Debtors**

Trade and other debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid net of any discounts due.

**Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

**2. DONATIONS AND LEGACIES**

	2024	2023
	£	£
Donations	<u>1,419</u>	<u>142,796</u>

**3. INVESTMENT INCOME**

	2024	2023
	£	£
Deposit account interest	<u>14,899</u>	<u>4,584</u>

**4. INCOME FROM CHARITABLE ACTIVITIES**

		2024	2023
	Activity	£	£
Housing accommodation	Care activities	63,486	67,743
Nursing and residential care	Care activities	<u>2,171,901</u>	<u>1,814,190</u>
		<u>2,235,387</u>	<u>1,881,933</u>

**5. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs (see note 6) £	Totals £
Care activities	<u>2,052,773</u>	<u>5,220</u>	<u>2,057,993</u>

**ABBNEYFIELD BALLACHULISH SOCIETY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2024**

**6. SUPPORT COSTS**

	Governance costs £ <u>5,220</u>
Care activities	

**7. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	2024	2023
	£	£
Auditors' remuneration	5,220	4,620
Depreciation - owned assets	43,944	38,841
Deficit on disposal of fixed assets	<u>4,706</u>	<u>-</u>

**8. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 30 September 2024 nor for the year ended 30 September 2023.

**Trustees' expenses**

The charity met individual expenses incurred by trustees for services provided to the charity during the year by reimbursement of the trustees. During the year one trustee was reimbursed travelling expenses totalling £261 (2023 - £448).

The Society has arranged indemnity insurance for the trustees.

**9. STAFF COSTS**

	2024	2023
	£	£
Wages and salaries	1,504,181	1,303,294
Social security costs	109,854	87,740
Other pension costs	<u>26,764</u>	<u>19,756</u>
	<u>1,640,799</u>	<u>1,410,790</u>

The average monthly number of employees during the year was as follows:

	2024	2023
	<u>57</u>	<u>53</u>

No employees received emoluments in excess of £60,000.

The trustees consider the key management personnel of the society to be the manager and the office staff whose employee benefits total £167,839 (2023: £154,064).

**ABBEYFIELD BALLACHULISH SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

**10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	142,796	-	142,796
<b>Charitable activities</b>			
Care activities	1,881,933	-	1,881,933
Investment income	4,584	-	4,584
Other income	<u>17,070</u>	<u>-</u>	<u>17,070</u>
<b>Total</b>	<u>2,046,383</u>	<u>-</u>	<u>2,046,383</u>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Care activities	<u>1,806,214</u>	<u>-</u>	<u>1,806,214</u>
<b>NET INCOME</b>	240,169	-	240,169
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	<u>876,405</u>	<u>2,696,404</u>	<u>3,572,809</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>1,116,574</u>	<u>2,696,404</u>	<u>3,812,978</u>

**11. TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>				
At 1 October 2023	3,317,248	603,125	57,190	3,977,563
Additions	-	81,199	-	81,199
Disposals	<u>-</u>	<u>(162,071)</u>	<u>-</u>	<u>(162,071)</u>
At 30 September 2024	<u>3,317,248</u>	<u>522,253</u>	<u>57,190</u>	<u>3,896,691</u>
<b>DEPRECIATION</b>				
At 1 October 2023	-	366,322	48,611	414,933
Charge for year	-	41,799	2,145	43,944
Eliminated on disposal	<u>-</u>	<u>(157,365)</u>	<u>-</u>	<u>(157,365)</u>
At 30 September 2024	<u>-</u>	<u>250,756</u>	<u>50,756</u>	<u>301,512</u>
<b>NET BOOK VALUE</b>				
At 30 September 2024	<u>3,317,248</u>	<u>271,497</u>	<u>6,434</u>	<u>3,595,179</u>
At 30 September 2023	<u>3,317,248</u>	<u>236,803</u>	<u>8,579</u>	<u>3,562,630</u>

**ABBNEYFIELD BALLACHULISH SOCIETY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2024**

<b>12. STOCKS</b>		2024	2023
		£	£
Stocks		<u>900</u>	<u>900</u>
<b>13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		2024	2023
		£	£
Rent receivable		14,312	31,925
Prepayments and accrued income		<u>22,942</u>	<u>28,500</u>
		<u>37,254</u>	<u>60,425</u>
<b>14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		2024	2023
		£	£
Bank loans and overdrafts (see note 16)		18,073	18,183
Other loans (see note 16)		-	6,989
Trade creditors		30,001	36,556
Social security and other taxes		21,833	21,138
Accruals and deferred income		<u>194,344</u>	<u>155,022</u>
		<u>264,251</u>	<u>237,888</u>

**DEFERRED INCOME**

	Donations and legacies £	Charitable activities £	Movement 2024 £	Movement 2023 £
At start of year	-	99,125	99,125	61,380
Amounts released to incoming resources	-	(99,125)	(99,125)	(61,380)
Amounts deferred in year	<u>-</u>	<u>118,030</u>	<u>118,030</u>	<u>99,125</u>
At end of year	<u>-</u>	<u>118,030</u>	<u>118,030</u>	<u>99,125</u>

Deferred charities activities income comprises of income from housing accommodation and care services received in advance.

**ABBNEYFIELD BALLACHULISH SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

**15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2024	2023
	£	£
Bank loans (see note 16)	<u>140,128</u>	<u>157,621</u>

**16. LOANS**

An analysis of the maturity of loans is given below:

	2024	2023
	£	£
Amounts falling due within one year on demand:		
Bank loans	18,073	18,183
Other loans	<u>-</u>	<u>6,989</u>
	<u>18,073</u>	<u>25,172</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>107,413</u>	<u>34,433</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>32,715</u>	<u>63,046</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	-	60,142

**17. SECURED DEBTS**

The following secured debts are included within creditors:

	2024	2023
	£	£
Bank loans	<u>158,201</u>	<u>175,804</u>

The Royal Bank of Scotland loan is secured by a first standard security over Abbeyfield House and a bond and floating charge over the society's assets.

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

	Unrestricted funds	Restricted fund	2024 Total funds	2023 Total funds
	£	£	£	£
Fixed assets	898,775	2,696,404	3,595,179	3,562,630
Current assets	826,600	-	826,600	645,857
Current liabilities	(264,251)	-	(264,251)	(237,888)
Long term liabilities	<u>(140,128)</u>	<u>-</u>	<u>(140,128)</u>	<u>(157,621)</u>
	<u>1,320,996</u>	<u>2,696,404</u>	<u>4,017,400</u>	<u>3,812,978</u>

**ABBEYFIELD BALLACHULISH SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

**19. MOVEMENT IN FUNDS**

	At 1/10/23 £	Net movement in funds £	Transfers between funds £	At 30/9/24 £
<b>Unrestricted funds</b>				
Revenue reserve	885,324	204,422	2,015	1,091,761
Designated reserves	223,191	-	-	223,191
Fixed asset reserve	<u>8,059</u>	<u>-</u>	<u>(2,015)</u>	<u>6,044</u>
	1,116,574	204,422	-	1,320,996
<b>Restricted funds</b>				
Restricted reserves	2,696,404	-	-	2,696,404
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>TOTAL FUNDS</b>	<u><u>3,812,978</u></u>	<u><u>204,422</u></u>	<u><u>-</u></u>	<u><u>4,017,400</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
Revenue reserve	2,262,415	(2,057,993)	204,422
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>TOTAL FUNDS</b>	<u><u>2,262,415</u></u>	<u><u>(2,057,993)</u></u>	<u><u>204,422</u></u>

**Comparatives for movement in funds**

	At 1/10/22 £	Net movement in funds £	Transfers between funds £	At 30/9/23 £
<b>Unrestricted funds</b>				
Revenue reserve	762,469	120,169	2,686	885,324
Designated reserves	103,191	120,000	-	223,191
Fixed asset reserve	<u>10,745</u>	<u>-</u>	<u>(2,686)</u>	<u>8,059</u>
	876,405	240,169	-	1,116,574
<b>Restricted funds</b>				
Restricted reserves	2,696,404	-	-	2,696,404
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>TOTAL FUNDS</b>	<u><u>3,572,809</u></u>	<u><u>240,169</u></u>	<u><u>-</u></u>	<u><u>3,812,978</u></u>

**ABBEYFIELD BALLACHULISH SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

**19. MOVEMENT IN FUNDS - continued**

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
Revenue reserve	1,926,383	(1,806,214)	120,169
Designated reserves	<u>120,000</u>	<u>-</u>	<u>120,000</u>
	<u>2,046,383</u>	<u>(1,806,214)</u>	<u>240,169</u>
<b>TOTAL FUNDS</b>	<u><u>2,046,383</u></u>	<u><u>(1,806,214)</u></u>	<u><u>240,169</u></u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/10/22 £	Net movement in funds £	Transfers between funds £	At 30/9/24 £
<b>Unrestricted funds</b>				
Revenue reserve	762,469	324,591	4,701	1,091,761
Designated reserves	103,191	120,000	-	223,191
Fixed asset reserve	<u>10,745</u>	<u>-</u>	<u>(4,701)</u>	<u>6,044</u>
	876,405	444,591	-	1,320,996
<b>Restricted funds</b>				
Restricted reserves	<u>2,696,404</u>	<u>-</u>	<u>-</u>	<u>2,696,404</u>
<b>TOTAL FUNDS</b>	<u><u>3,572,809</u></u>	<u><u>444,591</u></u>	<u><u>-</u></u>	<u><u>4,017,400</u></u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
Revenue reserve	4,188,798	(3,864,207)	324,591
Designated reserves	<u>120,000</u>	<u>-</u>	<u>120,000</u>
	<u>4,308,798</u>	<u>(3,864,207)</u>	<u>444,591</u>
<b>TOTAL FUNDS</b>	<u><u>4,308,798</u></u>	<u><u>(3,864,207)</u></u>	<u><u>444,591</u></u>

**Fixed asset reserve**

Donations and grants obtained for the purchase of fixed assets are released over the useful life of those assets. The amount released is equal to their annual depreciation charge.

**Designated reserve**

The designated reserves represent sums set aside by the Society's Executive Committee to finance major repairs as defined in the accounting policies.

**ABBNEYFIELD BALLACHULISH SOCIETY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

**19. MOVEMENT IN FUNDS - continued**

**Restricted reserves**

The restricted reserves represent funding received to finance the building cost of the Society's properties.

**20. EMPLOYEE BENEFIT OBLIGATIONS**

The Society operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the society in an independently administered fund. The pension cost charge represents contributions payable by the Society to the fund and amounts to £26,764 (2023 £19,756).

Included in creditors are pension contributions owed by the charity at 30th September 2024 of £5,537 (2023 £4,652).

**21. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 30 September 2024.

