

Report of the Directors and
Financial Statements for the Year Ended 31st December 2020
for
KINGSWOOD COURT (CHORLEY) MANAGEMENT
COMPANY LIMITED

KINGSWOOD COURT (CHORLEY) MANAGEMENT
COMPANY LIMITED

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for the Year Ended 31st December 2020

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**KINGSWOOD COURT (CHORLEY) MANAGEMENT
COMPANY LIMITED**

**Company Information
for the Year Ended 31st December 2020**

DIRECTORS: Ms C M Cunningham BA HONS
Mr M Critchley
Mr D Twist

SECRETARY: Ms C M Cunningham BA HONS

REGISTERED OFFICE: 41 St Thomas's Road
Chorley
Lancashire
PR7 1JE

REGISTERED NUMBER: 04782020 (England and Wales)

SENIOR STATUTORY AUDITOR: Andrew Carl Caunce FCCA

AUDITORS: Abrams Ashton-Chorley Limited
Statutory Auditor
Chartered Certified Accountants
41 St Thomas's Road
Chorley
Lancashire
PR7 1JE

**KINGSWOOD COURT (CHORLEY) MANAGEMENT
COMPANY LIMITED**

**Report of the Directors
for the Year Ended 31st December 2020**

The directors present their report with the financial statements of the company for the year ended 31st December 2020.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the management and administration, on a non-profit making basis, of the communal areas relating to the development on behalf of the property owners, lessees or tenants.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st January 2020 to the date of this report.

Ms C M Cunningham BA HONS
Mr M Critchley
Mr D Twist

The company is limited by guarantee and has no share capital. The liability of each member is limited to £25.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing these financial statements, the directors are required to:

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

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

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**KINGSWOOD COURT (CHORLEY) MANAGEMENT
COMPANY LIMITED**

**Report of the Directors
for the Year Ended 31st December 2020**

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:



.....
Mr M Critchley - Director

Date:14/7/21.....

Report of the Independent Auditors to the Members of
Kingswood Court (Chorley) Management
Company Limited

Opinion

We have audited the financial statements of Kingswood Court (Chorley) Management Company Limited (the 'company') for the year ended 31st December 2020 which comprise the Income Statement, Balance Sheet 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31st December 2020 and of its deficit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 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 directors' 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 company'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 directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of
Kingswood Court (Chorley) Management
Company Limited

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the 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 Directors.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors 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 directors determine 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 directors are responsible for assessing the company'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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 a Report of the Auditors 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.

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.

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. This description forms part of our Report of the Auditors.

Report of the Independent Auditors to the Members of
Kingswood Court (Chorley) Management
Company Limited

Use of our report

This report is made solely to the 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 company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.


Andrew Carl Caunce FCCA (Senior Statutory Auditor)
for and on behalf of Abrams Ashton-Chorley Limited
Statutory Auditor
Chartered Certified Accountants
41 St Thomas's Road
Chorley
Lancashire
PR7 1JE

Date:21/7/21.....

KINGSWOOD COURT (CHORLEY) MANAGEMENT
COMPANY LIMITED

Income Statement
for the Year Ended 31st December 2020

	31.12.20 £	31.12.19 £
TURNOVER	89,346	87,878
Administrative expenses	<u>93,480</u>	<u>76,434</u>
OPERATING (DEFICIT)/SURPLUS	(4,134)	11,444
Interest receivable and similar income	<u>59</u>	<u>114</u>
(DEFICIT)/SURPLUS BEFORE TAXATION	(4,075)	11,558
Tax on (deficit)/surplus	<u>11</u>	<u>(119)</u>
(DEFICIT)/SURPLUS FOR THE FINANCIAL YEAR	<u>(4,086)</u>	<u>11,677</u>

**KINGSWOOD COURT (CHORLEY) MANAGEMENT
COMPANY LIMITED (REGISTERED NUMBER: 04782020)**

**Balance Sheet
31st December 2020**

	Notes	31.12.20 £	31.12.19 £
CURRENT ASSETS			
Debtors	4	13,784	25,272
Cash at bank		61,190	63,417
		<u>74,974</u>	<u>88,689</u>
CREDITORS			
Amounts falling due within one year	5	5,929	4,493
		<u>69,045</u>	<u>84,196</u>
NET CURRENT ASSETS			
		<u>69,045</u>	<u>84,196</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>69,045</u>	<u>84,196</u>
RESERVES			
Reserve fund for major works	6	100,406	111,471
Income and expenditure account	6	(31,361)	(27,275)
		<u>69,045</u>	<u>84,196</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Directors and authorised for issue on 14/1/21 and were signed on its behalf by:

.....
Mr M Critchley - Director

.....
Mr D Twist - Director

**KINGSWOOD COURT (CHORLEY) MANAGEMENT
COMPANY LIMITED**

**Notes to the Financial Statements
for the Year Ended 31st December 2020**

1. STATUTORY INFORMATION

Kingswood Court (Chorley) Management Company Limited is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Revenue recognition

Turnover represents maintenance charges receivable in respect of communal expenditure in the ordinary course of business. Value added tax is not charged thereon.

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments' of FRS 102 to all its financial instruments. Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held with banks, and bank overdrafts. Bank overdrafts, when applicable, are shown within borrowings in current liabilities.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 3 (2019 - 3).

4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20	31.12.19
	£	£
Trade debtors	8,865	11,858
Prepayments and accrued income	4,919	13,414
	<u>13,784</u>	<u>25,272</u>

Trade debtors represents the net maintenance charges due to the company at the year end.

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20	31.12.19
	£	£
Trade creditors	129	1,590
Tax	11	22
Social security and other taxes	497	497
Accruals and deferred income	5,292	2,384
	<u>5,929</u>	<u>4,493</u>

KINGSWOOD COURT (CHORLEY) MANAGEMENT
COMPANY LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31st December 2020

6. RESERVES

	Income and expenditure account £	Reserve fund for major works £	Totals £
At 1st January 2020	(27,275)	111,471	84,196
Deficit for the year	(4,086)		(4,086)
Reserve fund for major works	-	8,935	8,935
Major works fund utilised	-	(20,000)	(20,000)
At 31st December 2020	<u>(31,361)</u>	<u>100,406</u>	<u>69,045</u>

The reserve fund for major works is money set aside for significant property maintenance.

During the year ended 31 December 2020, reserves of £20,000 have been transferred from the Major Works Fund to general reserves in respect of major works carried out. These works include redecoration of the communal areas in a number of properties, and roofing repairs.

7. RELATED PARTY DISCLOSURES

During the year ended 31 December 2020 the company was invoiced and paid for costs in relation to the property redecoration services totalling £9,150 from MRC (NW) Ltd a company which Mr M Critchley is a director of.

8. SHARE CAPITAL

The company is limited by guarantee without share capital. In the event of the company being wound up, each director would have a maximum liability of £25.

**KINGSWOOD COURT (CHORLEY) MANAGEMENT
COMPANY LIMITED**

**Detailed Income and Expenditure Account
for the Year Ended 31st December 2020**

	31.12.20		31.12.19	
	£	£	£	£
Turnover				
Management charges receivable	80,411		78,095	
Reserve fund charges receivable	8,935		9,783	
		89,346		87,878
Other income				
Bank Interest Received		59		114
		89,405		87,992
Expenditure				
Communal electricity	4,316		4,416	
Insurance premiums	14,983		10,582	
Cleaning, garden maintenance and repairs	52,492		22,981	
Door security and aerial systems	250		565	
Fire equipment and alarm charges	7,154		2,370	
Sundry expenses	195		460	
Managing agents fees	20,000		20,000	
Reserve funds for major works	(11,065)		9,377	
Legal and professional fees	2,337		372	
Auditors' remuneration	2,520		1,860	
Provision for unpaid fees	207		3,342	
		93,389		76,325
		(3,984)		11,667
Finance costs				
Bank charges		91		109
NET (DEFICIT)/SURPLUS		(4,075)		11,558