

Hill Homes Care Limited

Annual Report and Financial Statements

Year ended

31 March 2018

Company Number 09225337

Hill Homes Care Limited

Report and financial statements for the year ended 31 March 2018

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Directors

Mrs Susan Faridi
Ms Sureyya Kilic appointed 13th February 2018
Mr Eldon Pethybridge
Ms Susan Tokley

Secretary and Registered office

Mr Joseph Scullion resigned 22nd January 2018
Ms Catherine Wood appointed 22nd January 2018

Unit A
2-4 Broadlands Road
Highgate
London
N6 4AN

Company number

Incorporated in the UK and registered in England Wales as company number 09225337

Auditors

BDO LLP, 55 Baker Street, London, W1U 7EU

Hill Homes Care Limited

Report of the directors for the year ended 31 March 2018

The directors present their report together with the unaudited financial statements for the year ended 31 March 2018.

Incorporation

Hill Homes Care Limited was incorporated as a Private Company Limited by Shares on 18th September 2014. It has one subscriber, its founder, Hill Homes.

Results

The loss for the year after taxation was £110,562. Hill Homes Care Limited's parent company, Hill Homes Housing Association, is committed to supporting the provision of care & support to older people in their own homes and its Board Members have provided the Board of Hill Homes Care with a letter indicating their intention to continue to support the company during its start-up phase.

Full accounts of the ultimate parent, Hill Homes, can be obtained from Unit A, Trees, 2-4 Broadlands Road, Highgate, London, N6 4AN.

Principal activities

Hill Homes Care Limited is registered with the Care Quality Commission. It provides care & support to older people living in their own homes.

The company made a loss in the year but the directors are comfortable that plans are in place to move towards a break-even position during the financial year 2019-20 and, as such, are happy that Hill Homes Care Limited remains a going-concern.

The directors appointed a new Chief Executive, Mr Gil Chimon, during the year and commissioned an external review of the company. Having reviewed the consultants' report and the care provided by the company, the CEO has identified efficiency savings that can be made whilst continuing to provide high-quality care. These will be brought into effect over the forthcoming year. In the meantime, the parent company, Hill Homes Housing Association, has committed to continue support to Hill Homes Care Limited,

Directors

The directors of the company during the year were as follows:

Mrs Susan Faridi
Ms Sureyya Kilic
Mr Eldon Pethybridge
Ms Susan Tokley

Directors' responsibilities

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

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

Hill Homes Care Limited

Report of the directors for the year ended 31 March 2018 (*continued*)

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.

Each director has taken reasonable steps to ensure that so far as they are aware:

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

Auditors

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

The auditors, BDO LLP, have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

In preparing the directors' report advantage has been taken of the small companies' regime.

By order of the Board



Susan Faridi

Director

Date:

10/7/18

Hill Homes Care Limited

Independent auditor's report

INDEPENDENT AUDITOR'S REPORT TO MEMBERS OF HILL HOMES CARE LIMITED

Opinion

We have audited the financial statements of Hill Homes Care Limited ("the Company") for the year ended 31 March 2018 which comprise the Statement of Income, 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 31 March 2018 and of its loss 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 Auditor's 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

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 Directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company'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.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the Report of the Directors, other than the financial statements and our auditor's report 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 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.

Hill Homes Care Limited

Independent auditor's report (*continued*)

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 Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' 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 Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Director's report.

We have nothing to report in respect of the following matters in relation to which 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' exemptions in preparing the Directors' report and from the requirement to prepare a Strategic report.

Responsibilities of Directors

As explained more fully in the Directors' responsibilities statement, 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 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 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.

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 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.

A further description of our responsibilities for the audit of the financial statements is located at the Financial Reporting Council's website at:

<https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Hill Homes Care Limited

Independent auditor's report (*continued*)

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 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 Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

BDO LLP

Julia Poulter (Senior Statutory Auditor)
For and on behalf of BDO LLP, statutory auditor
London
United Kingdom
Date 19th July 2018

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Hill Homes Care Limited

Statement of Income for the year ended 31 March 2018

	Note	2018 £	2017 £
Turnover	2	749,062	664,053
Cost of sales		(762,134)	(607,754)
Gross profit		(13,072)	56,299
Administrative expenses		(97,490)	(101,439)
Operating (loss)	3	(110,562)	(45,140)
(Loss) on ordinary activities before taxation		(110,562)	(45,140)
Taxation credit/(charge) on loss	6	-	-
(Loss) and total comprehensive (loss) for the financial year		(110,562)	(45,140)

The results stated above are derived from continuing activities.

The notes on pages 8 to 10 form part of these financial statements.

Hill Homes Care Limited

Balance sheet at 31 March 2018

<i>Company number 09225337</i>	Note	2018 £	2018 £	2017 £	2017 £
Current assets					
Debtors	7			64,703	
- due within one year		69,585		55,171	
Cash at bank and in hand		12,979			
		<u>82,564</u>		<u>119,874</u>	
Creditors: amounts falling due within one year	8	<u>(264,900)</u>		<u>(191,648)</u>	
Net current assets			<u>(182,336)</u>		<u>(71,774)</u>
Total assets less current liabilities			<u>(182,336)</u>		<u>(71,774)</u>
Capital and reserves					
Called up share capital	9		1		1
Profit and loss account	10		(182,337)		(71,775)
Shareholder's funds			<u>(182,336)</u>		<u>(71,774)</u>

These 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 10th July 2018,

They were signed on its behalf by:



Susan Faridi

Director

Hill Homes Care Limited

Notes forming part of the financial statements for the year ended 31 March 2018

1 Accounting policies

The financial statements have been prepared in accordance with FRS 102 Section 1A Small Entities.

Basis of measurement

The financial statements have been prepared on a historical cost basis except for the following items (refer to individual accounting policies for details).

The preparation of financial statements in compliance with FRS 102 Section 1A Small Entities requires the use of certain critical accounting estimates. No critical accounting estimates have been made in the year. It also requires management to exercise judgement in applying the accounting policies.

The following principal accounting policies have been applied:

Turnover

Turnover is recognised in the profit and loss account when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy. This is the point at which the service is delivered.

Turnover for the year consists of, income from customers for the provision of care and support services and income from customers attending activities organised by Hill Homes Care Limited.

In addition, a restricted grant from Hill Homes, the parent company is included within turnover. This is recognised when expenditure meeting the conditions of the grant are met.

Taxation

Profits retained by the company are subject to Corporation Tax at the small profits rate.

Going concern

The directors identified uncertainty around the future finances of the company that cast doubt about the ability of the company to continue as a going concern. In light of this, they have reviewed operations and are in the process of implementing a plan to move to a break even position by 2019-20.

The parent company, Hill Homes Housing Association, is committed to supporting the provision of care & support to older people in their own homes and its Board Members have provided the Board of Hill Homes Care Limited with a letter indicating their intention to continue to support the company. As a result, the directors have adopted the going concern basis of accounting.

Debtors

Debtors with no stated interest rate and receivable within one year are recorded at transaction price. Any losses arising from impairment are recognised as reduced income.

Prepayments

All expenditure is accounted for on an accruals basis. Expenses that relate to future financial years are recorded at transaction price as prepayments.

Financial instruments

Financial liabilities and equity are classified according to the substance of the financial instrument's contractual obligations, rather than its legal form.

Hill Homes Care Limited

Notes forming part of the financial statements for the year ended 31 March 2018 (continued)

The company's cash at bank and in hand and trade and other debtors and its trade and other creditors and bank overdrafts are measured at the transaction price, including transaction costs.

Cash and cash equivalents

Cash and cash equivalents include cash at bank and in hand.

Holiday pay accrual

A liability is recognised to the extent of any unused holiday pay entitlement that has accrued at the balance sheet date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the balance sheet date.

2 Turnover

Turnover is wholly attributable to the principal activity of the company and arises solely within the United Kingdom.

3 Operating profit

	2018 £	2017 £
This has been arrived at after charging:		
Auditor's remuneration		
- fees payable to company's auditor for audit of financial statements (net of VAT)	4,890	4,610
- fees payable to company's auditor for preparation of corporation tax returns	2,691	4,228
	<u> </u>	<u> </u>

Hill Homes Care Limited

Notes forming part of the financial statements for the year ended 31 March 2018 (*continued*)

4 Employees

The average number of employees, including directors, during the year were:

	2018	2017
Average number of employees	18	18

5 Directors' remuneration

The directors received no remuneration for services to the company during the current or preceding year.

6 Taxation on profit on ordinary activities

No corporation tax was payable in the year due to the company making a loss (2017: £Nil)

7 Debtors

	2018 £	2017 £
<i>Amounts receivable within one year</i>		
Other debtors	19,849	21,812
Prepayments and accrued income	49,736	42,892
	<u>69,585</u>	<u>64,704</u>

8 Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	27,347	12,021
Due to parent charity	172,668	157,306
Taxation and social security	13,092	7,428
Accruals and deferred income	50,154	14,448
Other creditors	1,639	445
	<u>264,900</u>	<u>191,648</u>

There are no amounts included under creditors which are payable or repayable other than by instalments and fall due for payment or repayment after the end of the period of five years beginning with the first day of the following reporting date.

There are no amounts included under creditors in respect of which any security has been given by the small entity.

Hill Homes Care Limited

Notes forming part of the financial statements
for the period ended 31 March 2018 (*continued*)

9 Share capital

	2018 £	2017 £
<i>Allotted, called up and fully paid</i> One ordinary shares of £1 each	1	1

10 Reserves

	Profit and loss account £
At 1 April 2017	(71,775)
Profit for the year	(110,562)
	<hr/>
At 31 March 2018	(182,337)
	<hr/>

12 Related party transactions

The company has taken advantage of the exemption conferred by FRS102 "Related party disclosures" not to disclose transactions with members of the group headed by Hill Homes on the grounds that all of the voting rights in the company are controlled within that group and the company is included in consolidated financial statements.

13 Ultimate parent company

The ultimate parent company is Hill Homes, sole subscriber to Hill Homes Care Limited. Hill Homes registered address is Unit A, 2-4 Broadlands Road, Highgate, London, N6 4AN.

