

BUSHBURY HILL ESTATE MANAGEMENT BOARD LIMITED

ANNUAL REPORT OF THE MANAGEMENT COMMITTEE

AND

FINANCIAL STATEMENTS

FOR THE YEAR TO 31 MARCH 2007

Bushbury Hill Estate Management Board Limited

Company Information

Committee Members

Mr K Spilsbury (Chairman)
Mr J Winzer (died May 2006)
Mrs K J Spilsbury
Mrs A James
Mrs E Peck
Mrs D Brookshaw
Mr M Brookshaw
Mrs R Busby
Mrs D Trevatt – Treasurer

Secretary

Mrs K J Spilsbury

Company Number

IP028490R

Registered Office

14 Kempthorne Avenue
Low Hill
Wolverhampton
WV10 9JG

Bankers

HSBC plc
P O Box 33
9 Queen Square
Wolverhampton
WV1 1TE

Auditors

Gilbert & Co.
Suite 2
Hilton Hall
Essington
WV11 2BQ

Bushbury Hill Estate Management Board Limited

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Bushbury Hill Estate Management Board Limited

Management Committee's' Report

For the Year Ended 31 March 2007

The committee have pleasure in presenting their report and the financial statements for the year ended 31 March 2007.

Principal Activities and Review of the Business

The principal activity of the estate management board continues to be the provision and associated management services of dwellings exclusively for letting to members.

Management Committee Responsibilities

Company Law requires the management committee to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the surplus or deficit for the period then ended.

In preparing those financial statements the management committee are required to select suitable accounting policies, as described on page 5, and then apply them consistently, making judgements and estimates that are reasonable and prudent. The management committee must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The management committee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable it to ensure that the financial statements comply with the Industrial and Provident Societies Acts 1965 to 2002. The management committee is 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.

This report was approved by the board on 5 July 2007 and signed on its behalf by

Mrs K J Spilsbury

Secretary

Bushbury Hill Estate Management Board Limited

Independent Auditors' Report

to the Members of Bushbury Hill Estate Management Board Limited

We have audited the financial statements of Bushbury Hill Estate Management Board Limited for the year ended 31 March 2007 (which comprise profit and loss account, the balance sheet and the related notes). These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), under the historical cost convention and the accounting policies set out on page 5.

Respective responsibilities of management committee and auditors

The management committee is responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Industrial and Provident Societies Acts 1965 to 2002. We also report to you if, in our opinion, the management committee's report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding officers' remuneration and transactions with the company is not disclosed.

We read the management committee's report and consider the implications for our report if we become aware of any apparent misstatements within it. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the management committee in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion, the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2006 and of the deficit for the year then ended and have been properly prepared in accordance with the Industrial and Provident Societies Acts 1965 to 2002.

Gilbert & Co.
Registered Auditors
Hilton Hall
Essington
WV11 2BQ

6 July 2007

Bushbury Hill Estate Management Board Limited
Income and Expenditure Account
For the Year Ended 31 March 2007

	Notes	2007 £	2006 £
Income		1,120,354	997,400
Administrative expenses		(1,113,518)	(1,132,783)
Operating surplus(deficiency)	2	<u>6,836</u>	<u>(10,586)</u>
Other interest receivable and similar income		19,152	22,195
Interest payable and similar charges		(5,570)	(4,939)
Surplus(Deficiency) on ordinary activities before taxation		<u>20,418</u>	<u>11,670</u>
Tax on surplus on ordinary activities	3	(3,576)	(2,940)
Surplus(Deficiency) on ordinary activities after taxation		<u>16,842</u>	<u>8,730</u>
Retained surplus brought forward		29,355	20,625
Retained surplus carried forward		<u>£ 46,197</u>	<u>£ 29,355</u>

The notes on pages 5 to 7 form part of these financial statements

Bushbury Hill Estate Management Board Limited

Balance Sheet

As At 31 March 2007

	Notes	£	2007 £	£	2006 £
Fixed Assets					
Tangible Assets	4		43,003		41,131
Current Assets					
Debtors	5	6,485		19,166	
Cash at bank and in hand		415,940		384,096	
		<u>422,425</u>		<u>403,262</u>	
Creditors: amounts falling due within one year	6	(369,454)		(365,277)	
Net Current Assets			52,971		37,985
Total assets less current liabilities			<u>£ 95,974</u>		<u>£ 79,116</u>
			=====		=====
Capital and Reserves					
Called up share capital	8		32		16
Other reserves	9		49,745		49,745
Profit and loss account			46,197		29,355
Shareholders' Funds			<u>£ 95,974</u>		<u>£ 79,116</u>
			=====		=====

The notes on pages 5 to 7 form part of these financial statements

These financial statements were approved by the board on 5 July 2007 and signed on its behalf by

.....
Mr K Spilsbury (Chairman)

.....
Mrs K J Spilsbury (Secretary)

.....
Mrs D Trevatt (Treasurer)

Bushbury Hill Estate Management Board Limited

Notes to the Financial Statements

For the Year Ended 31 March 2007

1 Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Income

Income represents amounts receivable net of VAT.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Estate fixtures	10% p.a. straight line
Office furniture and equipment	15% p.a. reducing balance
Motor vehicles	25% p.a. reducing balance
Portacabin	50% p.a. reducing balance

1.4 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Pensions

The company operates a defined benefit pension scheme for employees. The assets of the scheme are held separately from those of the company. The contributions to the scheme are charged to the income and expenditure account so as to spread the cost of pensions over the service lives of the employees.

1.6 Reserve Fund

The company has identified a reserve in accordance with the management agreement with Wolverhampton City Council. The fund shall comprise a reasonable and prudent provision.

	2007	2006
	£	£
2 Operating surplus(deficit)		
Operating surplus(deficit) is stated after charging –		
Depreciation of tangible assets	8,341	9,403
Operating lease rentals	4,500	4,500
Auditors' remuneration	2,000	2,000
	=====	=====
3 Taxation		
Domestic current year tax		
U K Corporation tax at 19% on investment income	3,576	2,419
Adjustment re previous year	-	521
	-----	-----
	£ 3,576	£2,940
	=====	=====

Bushbury Hill Estate Management Board Limited

Notes to the Financial Statements (continued)

For the Year Ended 31 March 2007

4 Tangible fixed assets

	Estate fixtures £	Office furniture & equipment £	Motor vehicles £	Total £
Cost				
At 1 April 2006	18,143	59,321	12,677	90,141
Additions	-	23,213	-	23,213
	<u>18,143</u>	<u>82,534</u>	<u>12,677</u>	<u>113,354</u>
Depreciation				
At 1 April 2006	12,088	33,158	3,764	49,010
Charge for year	1,815	17,298	2,228	21,341
	<u>13,903</u>	<u>50,456</u>	<u>5,992</u>	<u>70,351</u>
Net book value				
At 31 March 2007	4,240	32,078	6,685	43,003
At 31 March 2006	6,055	26,163	8,913	41,131
	<u>4,240</u>	<u>32,078</u>	<u>6,685</u>	<u>43,003</u>
			2007 £	2006 £

5 Debtors

Trade debtors	-	11,108
Other debtors	6,485	8,058
	<u>6,485</u>	<u>19,166</u>

Other debtors include £4,394 due after more than one year.

6 Creditors: amounts falling due within one year

Trade creditors	186,265	311,899
Taxation and social security costs	62,970	2,419
Other creditors	120,219	50,959
	<u>369,454</u>	<u>365,277</u>

Bushbury Hill Estate Management Board Limited

Notes to the Financial Statements (continued)

For the Year Ended 31 March 2007

7 Pension costs

The company operates a pension scheme providing benefits based on final pensionable pay. The assets of the funded scheme are held separately from those of the company, being invested with insurance companies. Contributions to the scheme are charged to the income and expenditure account as paid. The contributions are determined by a qualified actuary on the basis of triennial valuations using the projected unit method. The most recent valuation was at 31 March 2004.

The latest actuarial valuation, by Mercer Human Resource Consulting Limited, showed that the market value of the scheme's assets at 31 March 2004 was £4,738 million and that the actuarial value of those assets represented 74% of the benefits that had accrued to members after allowing for expected future increases in earnings.

The pension fund was for the employees of the West Midlands Metropolitan Authority and includes Bushbury Hill Estate Management Board Limited.

The contributions by the company will be at 12.9% of earnings for 2007/8 (12.7% for 2006/7).

The pension charge for the year was £21,865 (2006 - £18,478)

	2007 £	2006 £
8 Share capital		
160 Ordinary shares of 10p each	16	16
	=====	=====

9 Other Reserves

Reserves provided in accordance with the management agreement –

Balance at 31 March 2006 and 31 March 2007

	£49,745
	=====

10 Financial commitments

At 31 March the company had annual commitments under non-cancellable operating leases as follows –

	2007 £	2006 £
Expiry date:		
Between 2 and five years	4,500	4,500
	=====	=====