

Financial Conduct Authority Registration Number:
IP27801R

The London Federation of Housing Co-operatives Limited
Report and Unaudited Financial Statements
Year ended 31 December 2018

The London Federation of Housing Co-operatives Limited
Financial Statements
for the year ended 31 December 2018

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The London Federation of Housing Co-operatives Limited

Social Housing Provider Information

Committee of Management

M Denyer
M Dumont
M O'Sullivan
N Mulholland
C Penn
M Prigent
W Rimensberger
G Robbins
G Thomas

Secretary

G Robbins

Accountants

K A Johnson
Chartered Accountants
Equity House
23 The Paddock
Chalfont St Peter
Buckinghamshire
SL9 0JJ

Bankers

Co-operative Bank plc
Ealing
14 New Broadway
London
W5 2XA

Management Services Provided by

Co-op Homes (South) Ltd

Registered office

8 Waldegrave Road
Teddington
Middlesex
TW11 8GT

Registered number

The society is registered with the Financial Conduct Authority
Registered number
IP27801R

The London Federation of Housing Co-operatives Limited
Board Report
Year ended 31 December 2018

The Board of The London Federation of Housing Co-operatives Limited presents their report and the unaudited financial statements for the year ended 31 December 2018.

Principal activities

The London Federation of Housing Co-operatives Limited is a Housing Co-operative representing and promoting Co-operatives in London and the South East.

Review of the year

The Co-operative had a surplus for the year of £ 2754

Committee of Management

The following persons served as members of the committee of management during the year:

- M Denyer
- M Dumont
- M O'Sullivan
- N Mulholland
- C Penn
- M Prigent
- W Rimensberger
- G Robbins
- G Thomas

Value for Money

The board is committed to operating efficiently to give good value for money to its members. One means by which this is achieved is a robust approach to the use of resources and the regular tendering of services.

In accordance with the Value for Money Standard the relevant metrics to the Co-operative are as follows:

Operating margin	31% (2017 : -1%)
Return on capital employed	10% (2017 : 0%)

Internal Control

The board has carried out its annual review of the effectiveness of the system of internal control and has taken account of any changes needed to maintain the effectiveness of the risk management and control process.

This report has been prepared in accordance with the Co-operative and Community Benefit Societies Act 2014.

This report was approved by the board on 16 April 2019 and signed on its behalf.

.....
M O'Sullivan
Member of the Board

The London Federation of Housing Co-operatives Limited Board's Responsibilities Statement

The Board is responsible for preparing the report and financial statements in accordance with applicable law and regulations.

The Co-operative and Community Benefit Societies Act 2014 requires the Board to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the association and of its income and expenditure for that period. In preparing these financial statements, the Board is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the association will continue in business.

The Board is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the association and enable it to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. It has general responsibility for taking reasonable steps to safeguard the assets of the association and to prevent and detect fraud and other irregularities.

The London Federation of Housing Co-operatives Limited

Independent Reporting Accountants' Report to the members on the unaudited financial statements of The London Federation of Housing Co-operatives Limited

We report on the financial statements for the year ended 31 December 2018 set out on pages 5-13.

Respective responsibilities of the committee of management and the independent reporting accountant

The society's Committee of Management is responsible for the preparation of the financial statements, and they consider that the society is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our procedures consisted of comparing the financial statements with the books of account kept by the society and making such limited enquiries of the officers of the society as we considered necessary for the purpose of this report. These procedures provide the only assurance expressed in our opinion.

Opinion

In our opinion:

- the statement of comprehensive income and statement of financial position for the year ended 31 December 2018 are in agreement with the books of account kept by the society under section 75 of the Co-operative and Community Benefit Societies Act 2014;
- having regard to, and on the basis of the information contained in the books of account, the statement of comprehensive income and statement of financial position for the year ended 31 December 2018 comply with the requirement of the Co-operative and Community Benefit Societies Act 2014; and
- the society met the financial criteria enabling it to disapply the requirement to have an audit of the accounts for the year specified in section 84 of the Co-operative and Community Benefit Societies Act 2014.

K A Johnson
Chartered Accountants

Reporting Accountants
Statutory Auditor

Equity House
23 The Paddock
Chalfont St Peter
Buckinghamshire
SL9 0JJ

16 April 2019

The London Federation of Housing Co-operatives Limited
Statement of Comprehensive Income
for the year ended 31 December 2018

	Notes	2018 £	2017 £
Turnover	2	8,900	8,000
Administrative expenses		(6,149)	(8,064)
Operating surplus/(deficit)		2,751	(64)
Interest receivable and similar income	5	3	9
Surplus/(deficit) on ordinary activities before taxation		2,754	(55)
Tax on surplus/(deficit) on ordinary activities		-	-
Surplus/(deficit) for the financial year		2,754	(55)

The financial statements were authorised and approved by the board on 16 April 2019

.....
M O'Sullivan
Chair

.....
Name
Member of the Board

.....
G Robbins
Secretary

The only recognised gain is the surplus for the year of £ 2754

There is no difference between the reported surplus for the year and historical cost surpluses or deficits.

The results relate wholly to continuing activities.

The annexed notes form part of these financial statements.

The London Federation of Housing Co-operatives Limited
Statement of Comprehensive Income
for the year ended 31 December 2018

	2018	2017
	£	£
Surplus/(deficit) for the financial year	2,754	(55)
Other comprehensive income	-	-
Total comprehensive income for the year	<u>2,754</u>	<u>(55)</u>

The London Federation of Housing Co-operatives Limited
Registered number: IP27801R
Statement of Financial Position
as at 31 December 2018

	Notes	2018 £	2017 £
Current assets			
Debtors	7	780	780
Cash at bank and in hand		30,662	28,123
		<u>31,442</u>	<u>28,903</u>
Creditors: amounts falling due within one year			
	8	(2,063)	(2,278)
Net current assets		<u>29,379</u>	<u>26,625</u>
Net assets		<u>29,379</u>	<u>26,625</u>
Capital and reserves			
Called up share capital	9	1,430	1,430
Revenue reserves		27,949	25,195
Shareholders' funds		<u>29,379</u>	<u>26,625</u>

The committee are satisfied that the company is entitled to exemption from the requirement to obtain an audit in accordance with its rules.

Members have not required the Co-operative to obtain an audit.

The committee acknowledge their responsibilities for complying with the requirements of the Co-operative and Community Benefit Societies Act 2014 with respect to accounting records and the preparation of accounts.

The financial statements were authorised and approved by the board on 16 April 2019

.....
M O'Sullivan
Chair

.....
Name
Member of the Board

.....
G Robbins
Secretary

The annexed notes form part of these financial statements.

The London Federation of Housing Co-operatives Limited
Statement of Changes in Reserves
for the year ended 31 December 2018

	Share capital	Re- valuation reserve	Revenue reserves	Total
	£	£	£	£
At 1 January 2017	1,420	-	25,250	26,670
Deficit for the financial year			(55)	(55)
Shares issued	10			10
At 31 December 2017	<u>1,430</u>	<u>-</u>	<u>25,195</u>	<u>26,625</u>
At 1 January 2018	1,430	-	25,195	26,625
Surplus for the financial year			2,754	2,754
At 31 December 2018	<u>1,430</u>	<u>-</u>	<u>27,949</u>	<u>29,379</u>

The London Federation of Housing Co-operatives Limited
Statement of Cash Flows
for the year ended 31 December 2018

	2018	2017
	£	£
Surplus/(deficit) for the year	2,754	(55)
Interest receivable	(3)	(9)
(Increase)/decrease in trade and other debtors	-	290
Increase/(decrease) in trade and other creditors	(216)	320
Cash flow from operating activities	<u>2,535</u>	<u>546</u>
Cash flow from operating activities	2,535	561
Interest paid	-	-
Net cash flow from operating activities	<u>2,535</u>	<u>561</u>
Cash flow from investing activities		
Interest received	3	9
Net cash flow from investing activities	<u>3</u>	<u>9</u>
Cash flow from financing activities		
Proceeds from issue of shares	-	10
Interest paid	-	-
Net cash flow from financial activities	<u>-</u>	<u>10</u>
Net increase/(decrease) in cash and cash equivalents	2,538	580
Cash and cash equivalents at 1 January 2018	28,123	27,543
Cash and cash equivalents at 31 December 2018	<u><u>30,661</u></u>	<u><u>28,123</u></u>
Cash and cash equivalents consist of:		
Cash at bank and in hand	30,661	28,123
Short term deposits	-	-
Cash and cash equivalents at 31 December 2018	<u><u>30,661</u></u>	<u><u>28,123</u></u>

The London Federation of Housing Co-operatives Limited
Notes to the Financial Statements
for the year ended 31 December 2018

1 Accounting policies

The London Federation of Housing Co-operatives Limited is incorporated under the Co-operative and Community Benefit Societies Act 2014 in England. The address of the registered office is given in the information on page 1 of these financial statements.

The nature of the Co-operative's operations and principal activities are representing and promoting Co-operatives in London and the South East.

The Co-operative constitutes a public benefit entity as defined by FRS102.

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 The Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS102). The financial statements are also prepared under the requirements of the Co-operative and Community Benefit Societies Act 2014. The financial statements have been prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling and rounded to the nearest £1.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Turnover

Turnover is measured at the fair value of the consideration received or receivable. Turnover represents subscriptions receivable in the year.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost, less accumulated depreciation.

Depreciation is charged on a reducing balance basis at the following annual rates:

Office equipment	25%
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Taxation

The Committee members are of the opinion that, as a co-operative, the society is not liable to corporation tax on its trading surpluses. Corporation tax is however due on its investment income received.

Current taxation

Current tax represents the amount of tax payable or receivable in respect of taxable income for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the reporting date.

Current tax is measured at the amounts expected to be paid (or recovered) and is only payable on interest received.

The London Federation of Housing Co-operatives Limited
Notes to the Financial Statements
for the year ended 31 December 2018

Deferred taxation

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

Judgements and key sources of estimation uncertainty

The following judgements (apart from those involving estimates) have been made in the process of applying the above accounting policies that have had the most significant effect on amounts recognised in the financial statements:

Categorisation of fixed assets

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have had a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year include:

Recoverable amount of debtors

The London Federation of Housing Co-operatives Limited
Notes to the Financial Statements
for the year ended 31 December 2018

2 Turnover	2018	2017
	£	£
Subscriptions	8,900	8,000
	<u>8,900</u>	<u>8,000</u>

3 Directors emoluments

The Board of Management neither received nor waived any remunerations in the year.

4 Employees	2018	2017
	Number	Number
The average number of persons employed during the year expressed as full time equivalents was:		
Office staff	<u>1</u>	<u>1</u>
	£	£
Wages and salaries	<u>3,271</u>	<u>3,207</u>

5 Interest receivable and similar income	2018	2017
	£	£
Shares cancelled	-	-
Interest receivable	<u>3</u>	<u>9</u>
	<u>3</u>	<u>9</u>

6 Tangible fixed assets

	Office equipment
	£
Cost	
At 1 January 2018	<u>4,934</u>
At 31 December 2018	<u>4,934</u>
Depreciation	
At 1 January 2018	<u>4,934</u>
At 31 December 2018	<u>4,934</u>
Net book value	
At 31 December 2018	<u>-</u>

The London Federation of Housing Co-operatives Limited
Notes to the Financial Statements
for the year ended 31 December 2018

7 Debtors		2018	2017
All receivable within one year		£	£
Other debtors		780	780
		<u>780</u>	<u>780</u>

8 Creditors: amounts falling due within one year		2018	2017
		£	£
Trade creditors		780	780
Other creditors		1,283	1,498
		<u>2,063</u>	<u>2,278</u>

9 Share capital		2018	2018	2017
		Number	£	£
Allotted, called up and fully paid:				
Ordinary shares	£10 each	143	1,430	1,430
		Nominal value	Amount	
			£	
At 1 January 2018				
Ordinary shares	£10 each	143	1,430	
Shares issued during the period				
Ordinary shares	£10 each	-	-	
Shares cancelled during the period				
Ordinary shares	£10 each	-	-	
At 31 December 2018				
Ordinary shares	£10 each	<u>143</u>	<u>1,430</u>	

The shares do not have rights to any dividends, nor to a distribution in a winding-up, and they are not redeemable. Each share carries one vote in a general meeting of the Association.

The London Federation of Housing Co-operatives Limited
Detailed income and expenditure account
for the year ended 31 December 2018

This schedule does not form part of the statutory accounts

	2018	2017
	£	£
Turnover	8,900	8,000
Administrative expenses	(6,149)	(8,064)
Operating surplus/(deficit)	<u>2,751</u>	<u>(64)</u>
Interest receivable	3	9
Surplus/(deficit) before tax	<u>2,754</u>	<u>(55)</u>

The London Federation of Housing Co-operatives Limited
Detailed income and expenditure account
for the year ended 31 December 2018

This schedule does not form part of the statutory accounts

	2018	2017
	£	£
Turnover		
Subscriptions	8,900	8,000
	<u>8,900</u>	<u>8,000</u>
Administrative expenses		
Employee costs:		
Wages and salaries	3,271	3,207
	<u>3,271</u>	<u>3,207</u>
General administrative expenses:		
Postage	60	638
Stationery and printing	727	95
Conference and subscriptions	607	2,439
Bank charges	-	5
Insurance	711	590
Depreciation	-	15
Sundry expenses	78	-
	<u>2,183</u>	<u>3,782</u>
Legal and professional costs:		
Accountancy fees	600	475
Other legal and professional	95	600
	<u>695</u>	<u>1,075</u>
	<u>6,149</u>	<u>8,064</u>