

STREET SERVICES LIMITED

Financial Statements

for

the year ended 31 March 2019

Company Registration Number 3711394

Bromford.

Street Services Limited

**Report and Financial Statements
For the year ended 31 March 2019**

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Street Services Limited
General Information
For the year ended 31 March 2019

Directors and directors' interests

The directors who served from 1 April 2018 up to the date of approval of these financial statements were:

Directors	Appointment/Retirement Date
Darrin Gamble	Retired 2 July 2018
John Wade	Retired 1 August 2018
Darren Gibson	Appointed 2 July 2018
Sarah Beal	Appointed 1 August 2018

Company Secretary:

	Appointment/Retirement Date
John Wade	Appointed 1 August 2016 Retired 1 August 2018
Sarah Beal	Appointed 1 August 2018

None of the Directors had a beneficial interest in the share capital of the company during the years ended 31 March 2018 and 31 March 2019.

Advisors:

External Auditors:

KPMG LLP
One Snowhill,
Snow Hill Queensway,
Birmingham, B4 6GH.

Business Assurance Provider:

Mazars LLP
45 Church Street,
Birmingham,
B3 2RT.

Bankers:

Barclays Bank plc
15 Colmore Row,
Birmingham,
B3 2BH.

Taxation Advisor:

Beever & Struthers LLP
St George's House,
215-219 Chester Road,
Manchester,
M15 4JE.

Street Services Limited

The directors present their annual report and the financial statements for the year ended 31 March 2019.

The company was incorporated on 11 February 1999.

Street Services Limited ('SSL') is a subsidiary of Bromford Housing Group Limited ('BHG'). BHG is a Registered Provider of Social Housing and a Registered Society under the Co-operative and Community Benefit Societies Act 2014. Together, BHG and its subsidiaries are known as 'Bromford'.

Principal activities

The principal activity of the company is that of property management.

Business review

On 12 June 2000, the company acquired Homezone Housing Limited's Office (now amalgamated as part of Bromford Housing Association) at 5 Stowe Road at a price that will only be determined when the final instalment is calculated. In accordance with Financial Reporting Standard 102; paragraph 2.8, this property is not accounted for as a tangible asset of the company. The accommodation is leased to the parent organisation, Bromford Housing Association Limited.

Turnover, in the year was £189,999, an increase of 3.9% from 2017/18 financial year. Profit before taxation for the year 2017/18 was £188,757 (2017/18: £180,783).

A Gift Aid payment of £164,363 (2017/18: £162,434) was made to Bromford Housing Association Limited. The directors do not propose a dividend.

Going Concern

In preparing the financial statements, the directors have reviewed the Company's financial plan, and has a reasonable expectation that SSL has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the financial statements set out on pages 7 to 14 have been prepared on a going concern basis.

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

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 they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

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. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Street Services Limited

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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Information for Auditors

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

- So far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- They have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Appointment of Auditors

KPMG LLP, were appointed as Street Services Limited external auditors for a period of up to five years to 2021.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption.

This report was approved for issue by the Board of Directors on 22 August 2019 and signed on its behalf by:



Darren Gibson
Director

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STRAND SERVICES LIMITED

Opinion

We have audited the financial statements of Strand Services Limited ("the company") for the year ended 31 March 2019 which comprise the statement of comprehensive income, statement of financial position, statement of changes in reserves and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; 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 are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

The impact of uncertainties due to the UK exiting the European Union on our audit

Uncertainties related to the effects of Brexit are relevant to understanding our audit of the financial statements. All audits assess and challenge the reasonableness of estimates made by the directors, related disclosures and the appropriateness of the going concern basis of preparation of the financial statements. All of these depend on assessments of the future economic environment and the company's future prospects and performance.

Brexit is one of the most significant economic events for the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty of outcomes, with the full range of possible effects unknown. We applied a standardised firm-wide approach in response to that uncertainty when assessing the company's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a company and this is particularly the case in relation to Brexit.

Going concern

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the company or to cease its operations, and as they have concluded that the company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the directors' conclusions, we considered the inherent risks to the company's business model, including the impact of Brexit, and analysed how those risks might affect the company's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the company will continue in operation.

Directors' report

The directors are responsible for the directors' report. Our opinion on the financial statements does not cover that report and we do not express an audit opinion thereon.

Our responsibility is to read the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

Street Services Limited

- we have not identified material misstatements in the directors' report;
- in our opinion the information given in that report for the financial year is consistent with the financial statements; and
- in our opinion that report has been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required 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 take advantage of the small companies exemption from the requirement to prepare a strategic report.

We have nothing to report in these respects.

Directors' responsibilities

As explained more fully in their statement set out on page 2, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; 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 they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

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.



Victoria Sewell (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
One Snowhill
Snow Hill Queensway
Birmingham
B4 6GH

20 September 2019

Street Services Limited

Statement of Comprehensive Income For the year ended 31 March 2019

	Notes	2019 £	2018 £
Turnover		189,999	182,866
Operating costs		(1,242)	(2,083)
Operating profit	2	<u>188,757</u>	<u>180,783</u>
Surplus before tax		188,757	180,783
Taxation	5	1	-
Surplus for the year after tax		<u>188,758</u>	<u>180,783</u>
Total comprehensive income for the year		<u>188,758</u>	<u>180,783</u>

The notes on pages 9 to 13 form an integral part of these financial statements

Street Services Limited

Statement of Financial Position As at 31 March 2019

	Notes	2019 £	2018 £
Current Assets			
Trade and other debtors: receivable within one year	6	2,098,334	1,957,418
Cash and cash equivalents		<u>6,506</u>	<u>6,504</u>
		2,104,840	1,963,922
Creditors: Amounts falling due within one year	7	<u>(1,102,363)</u>	<u>(985,840)</u>
Net current assets		1,002,477	978,082
Total net assets		<u>1,002,477</u>	<u>978,082</u>
Reserves			
Called up share capital	8	2	2
Income and Expenditure Reserve		1,002,475	978,080
Shareholder's funds		<u>1,002,477</u>	<u>978,082</u>

The notes on pages 9 to 13 form an integral part of these financial statements

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

These financial statements were approved by the board of Directors and authorised for issue on 22 August 2019 and are signed on behalf of the Board by:



Darren Gibson
Director

Company Registration Number 3711394

Street Services Limited

Statement of Changes in Equity
As at 31 March 2019

	Share Capital £	Income and Expenditure Reserve £	Total £
Balance at 1 April 2017	2	959,731	959,733
Surplus from Statement of Comprehensive Income	-	180,783	180,783
Gift aid	-	(162,434)	180,783
Balance at 31 March 2018	<u>2</u>	<u>978,080</u>	<u>1,321,299</u>
Surplus from Statement of Comprehensive Income	-	188,758	188,758
Gift aid	-	(164,363)	(164,363)
Balance at 31 March 2019	<u><u>2</u></u>	<u><u>1,002,475</u></u>	<u><u>1,345,694</u></u>

The notes on pages 9 to 13 form an integral part of these financial statements

Street Services Limited

Notes to the Financial Statements For the year ended 31 March 2019

Legal Status

Street Services Limited is incorporated in England under the Companies Act 2006 company number 3711394. The registered office is 1 Exchange Court, Brabourne Avenue, Wolverhampton Business Park, Wolverhampton, WV10 6AU.

1. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material to the company's financial statements.

Basis of accounting

The company's financial statements have been prepared in accordance with applicable United Kingdom Accounting Generally Accepted Accounting Practice (UK GAAP).

The financial statements comply with the Companies Act 2006. The accounts are prepared on the historical cost basis of accounting and are presented in sterling £.

The company's financial statements have been prepared in compliance with FRS 102.

Financial Reporting Standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 4 Statement of Financial Position paragraph 4.12(a)(iv);
- the requirements of Section 7 Statement of Cash Flows;
- the requirement of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirement of Section 33 Related Party Disclosures paragraph 33.7.

Going Concern

The financial statements have been prepared on a going concern basis which assumes an ability to continue operating for the foreseeable future

Cash flow statement

The Directors have taken advantage of the exemption from including a Statement of Cash Flows as per paragraph 1.12 of FRS 102 in the financial statements as the consolidated accounts of Bromford Housing Group Limited (Registered Society Number 29996R are publicly available).

Turnover

The organisation acquired property and leased it to the parent organisation and hired out spare capacity to outside organisations. The turnover and net assets are attributable to the principal activity. The company operates in the United Kingdom and the whole of its turnover is in the United Kingdom.

Fixed assets

As the final purchase price for the sale of the Stowe Road offices has not been determined, in accordance with the requirements of paragraph 2.8 of FRS 102, this property has been accounted for as a fixed asset of Bromford Housing Association Limited, and instalment payments have been recognised as prepayments.

Value added tax (VAT)

Street Services Limited is not VAT registered and expenditure is shown inclusive of VAT.

Street Services Limited

Taxation

Taxation is provided in respect of any taxable surplus arising after allowing for tax losses brought forward.

Early adoption of FRED 68 amendment to FRS 102

The company has decided on the early adoption of FRED 68 'Draft amendments to FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland' in respect of gift aid payments. The tax effects of the gift aid payment have been recognised in the Statement of Comprehensive Income. The financial statements for the year ended 31 March 2019 have been updated to reflect this. No restatement has been made to the year ended 31 March 2018 as no tax credit on gift aid was recognised.

Street Services Limited

Notes to the Financial Statements For the year ended 31 March 2019

2. Surplus on ordinary activities

The surplus on ordinary activities is stated after (crediting)/charging

	2019	2018
	£	£
Current auditor's remuneration		
- Audit of financial statements	<u>1,229</u>	<u>1,000</u>

3. Colleague Costs

The company does not employ any colleagues.

Colleagues in the group are employed on a joint and several basis by the Group and its members. Details of colleague numbers and costs are available in the group accounts. The company does not employ any colleagues.

4. Directors' emoluments

Emoluments to directors are paid through Bromford Housing Group and are disclosed in the Group Accounts.

No Directors' emoluments are charged to the company.

Street Services Limited

Notes to the Financial Statements For the year ended 31 March 2019

5. Taxation on surplus on ordinary activities

	2019	2018
	£	£
Current tax		
UK Corporation tax charge/(credit) for the year	-	-
Under/(Over) provision in previous years	-	-
Total current tax	-	-
Deferred tax		
Origination and reversal of timing differences	-	-
Tax on surplus on ordinary activities	1	-
Total tax reconciliation		
Surplus on ordinary activities before tax	188,758	180,783
Surplus on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2018: 19%)	35,864	34,349
Effects of		
Capital allowances in excess of / (less than) depreciation	(6,532)	-
Tax credit in respect of gift aid payment	(29,332)	
Fixed asset differences	-	(3,120)
Deferred tax not recognised	-	(31,229)
	1	-

6. Trade and other debtors

	2019	2018
	£	£
Amounts due from group companies	48,907	47,134
Prepayment of property purchase	2,049,427	1,910,284
	2,098,334	1,957,418

Amounts due from group companies are trading balances, non-interest bearing and repayable on demand.

7. Creditors: amounts falling due within one year

	2019	2018
	£	£
Amounts due to group companies	1,102,363	985,000
Accruals and deferred income	-	840
	1,102,363	985,840

Amounts due to group companies are trading balances, non-interest bearing and repayable on demand.

Street Services Limited

Notes to the Financial Statements For the year ended 31 March 2019

8. Share Capital

	2019	2018
	£	£
Issued and fully paid At 1 April and 31 March	<u>2</u>	<u>2</u>

9. Related party transactions

The Company is a wholly owned subsidiary of Bromford Housing Association Limited and advantage has been taken of the exemption provided by 33.1A of FRS 102 not to disclose related party transactions with other group companies.

Street Services Limited made a gift aid payment to Bromford Housing Association Limited of £164,363 in the year (2018: £162,434).

There were no other related party transactions.

10. Financial instruments

The company's financial instruments may be analysed as follows

	2019	2018
	£	£
Financial assets		
Financial assets measured at amortised cost		
Other receivables	48,907	47,134
Cash and cash equivalents	6,506	6,504
Prepayment of property purchase	2,049,427	1,910,284
Total financial assets	<u>2,104,840</u>	<u>1,963,922</u>
Financial liabilities		
Financial liabilities measured at amortised cost		
Other creditors	1,102,363	985,840
Total financial liabilities	<u>1,102,363</u>	<u>985,840</u>

11. Parent Entity

The company's ultimate parent organisation is Bromford Housing Group Limited registered in England and Wales under the Co-operative & Community Benefit Societies Act 2014 (Registered Society Number 29996R).

Copies of the Group financial statements for Bromford Housing Group Limited are available from 1 Exchange Court, Brabourne Avenue, Wolverhampton Business Park, Wolverhampton, WV10 6AU.