



**SOUTHWARK DIOCESAN  
BOARD OF EDUCATION**

**REPORT OF THE BOARD  
AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
31 DECEMBER 1994**

**REGISTERED NO. 86641**

SOUTHWARK DIOCESAN BOARD OF EDUCATION

(The Company is Limited by Guarantee)

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## SOUTHWARK DIOCESAN BOARD OF EDUCATION

### REPORT OF THE BOARD

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The Board submits its Annual Report and the Audited Accounts of the Company for the year ended 31 December 1994.

#### Principal activity

The principal activity of the Company is to support the work of the Diocese in both the statutory and non-statutory areas of education.

Under Section 86 of the Education Act 1944 the Company acts as the Governing Body which administers and finances schemes for the closure of redundant schools and the disposal of the sites, for the purchase of new schools and for the enlargement, improvement and maintenance of existing schools. By reason of Orders under Section 2 of the Education Act 1973, it holds property and funds as Trustee for Voluntary Schools and applies those funds for the enlargement or improvement of those schools in accordance with the terms of the original Trusts. It also receives other funds in the capacity of Trustee which it invests, accounting to the beneficiaries for the interest.

During the year the Board has continued to maintain a significant level of activity in both capital projects and the operation of the maintenance scheme. The level of expenditure was:

	1994	1993
Maintenance	1,450,483	1,433,109
Capital Projects	2,575,104	3,468,575
	<u>£4,025,587</u>	<u>£4,901,684</u>

#### Members

##### MEMBERS OF THE BOARD DURING THE YEAR ENDED 31 DECEMBER 1994

##### EX-OFFICIO

President	The Rt Revd Bishop of Southwark
Chairman	The Revd D Peacock (Principal, Whitelands College)
Vice Chairman	The Rt Revd Bishop of Kingston (Bishop's nominee)
Director	The Revd Canon G Greenwood

##### OTHER BISHOP'S NOMINEES

Archdeacon of Wandsworth, The Ven D K Gerrard  
The Provost, The Very Revd D Edwards

## **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

### **REPORT OF THE BOARD (CONTINUED)**

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#### CHAIRMEN OF COMMITTEES

Schools	Mr N Start
Finance & General Purposes	Mr M J Edwards
Youth & Children's	The Bishop of Kingston
Higher Education	Mr R B Bristow
Further Education	Mr J Gaffikin

#### CHAIRMAN OF SOUTHWARK DIOCESAN HEADTEACHERS' ASSOCIATION

Mr G Mussard

#### ELECTED BY COMMITTEES

Schools	Mrs S Robinson
Finance & General Purposes	Vacancy
Youth and Children's	Mrs F Poulson
Higher Education	The Revd H Shilson-Thomas
Further Education	Mrs E Wijeratna

#### DEANERY REPRESENTATIVES

Mrs A Alexander  
Mrs J M Ardley  
Mr R A Ball  
The Revd J M L L Bogle  
Mrs A I Carlisle  
The Revd P Clark  
The Revd H Coddington Clarke  
The Revd R Daniell  
Mr C Fraser  
The Revd D Frost  
Miss V Hackett  
The Revd P D Hendry  
Mrs H Hyde-Chambers  
The Revd C J Ivory  
Mrs M J Marshall  
Mrs B Percival  
Miss A Philpott  
Mr D Prothero  
Mr V Skinner  
The Revd J Smith  
Mr M Stratton  
The Revd J Winter  
Mr P Zimmerman  
Vacancies for Bermondsey, Kingston upon Thames and Tooting Deaneries

## **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

### **REPORT OF THE BOARD (CONTINUED)**

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#### **CO-OPTED MEMBERS**

Mr A Holley  
Dr P Chadwick  
The Revd C W Pritchard

#### **Results**

The company is an Education Charity and does not trade. No dividends are paid. The attached accounts show a deficit of £1,597,543 for the year ended 31 December 1994 (1993, surplus £331,085).

The deficit for 1994 is significantly affected by the Board's contribution to Bacons College and the surplus in 1993 had been created by the receipt of the sales proceeds from the former Bacons sites.

Since the end of the financial year, the Board has agreed new financing arrangements with its bankers. These provide the basis for a short and medium term programme of progressive enhancement of the Board's financial position, which will require a commitment from all parties to achieve.

#### **Directors' responsibilities for the financial statements**

Company law requires the directors to prepare financial statements for each financial year which 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 those 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 accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 proper accounting records, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

SOUTHWARK DIOCESAN BOARD OF EDUCATION

REPORT OF THE BOARD (CONTINUED)

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**Auditors**

In accordance with Section 385 of the Companies Act 1985, a resolution reappointing Messrs Grant Thornton, Chartered Accountants, of Grant Thornton House, Melton Street, Euston Square, London NW1 2EP as auditors for the ensuing year, at a fee to be authorised by the Members of the Board, will be proposed at the Annual General Meeting.

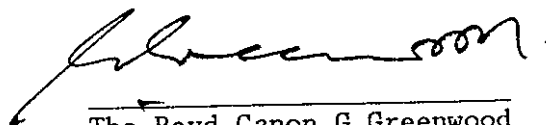
**Staff**

We should like to place on record our gratitude to all our staff for the way they carried out their duties during the year.

Signed by Order of the Board

Registered office  
48 Union Street  
London  
SE1 1TD

9/6/95  
.....

  
The Revd Canon G Greenwood

REPORT OF THE AUDITORS TO THE MEMBERS OF  
THE SOUTHWARK DIOCESAN BOARD OF EDUCATION

We have audited the financial statements on pages 8 to 35 which have been prepared under the accounting policies as set out on pages 5 to 7.

**Respective responsibilities of directors and auditors**

As described on page 3, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**Basis of 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 directors 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 at 31 December 1994 and of its deficit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Grant Thornton*

GRANT THORNTON  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS

LONDON

*8 June 1995*

## **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

### **ACCOUNTING POLICIES**

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The accounts have been prepared in accordance with applicable accounting standards. The financial statements have been prepared under the historical cost convention except as outlined in the tangible fixed assets policy note below. With the exception of a modification to the treatment of properties held by the Board as trustees, the principal accounting policies of the company have remained unchanged from the previous year and are set out below.

#### **Income and expenditure account**

The Board has elected not to prepare a profit and loss account in either of the formats laid down by the Companies Act 1985 because in its opinion neither format is appropriate to the company's activities and would result in misleading financial statements.

#### **Basis of aggregation**

The financial statements aggregate the income and expenditure accounts and balance sheets of the six funds which are under the Board's control, namely:

- Section 86 and Section 2 account
- Capital Projects account
- Maintenance Scheme account
- Administration account
- Higher and Further Education account
- Lambeth Holy Trinity Urban Centre account

The company also holds funds on behalf of the school governors and others in the capacity of trustee. These are not included in the financial statements, but details of the investments and deposits held in this capacity are disclosed on pages 38 to 40.

#### **Tangible fixed assets**

Expenditure on the purchase of school sites, the building of new schools, improvements to existing schools and repairs to schools is written off to the income and expenditure account in the year in which the expenditure is incurred.

Properties held by the Board as trustee, within the provisions of the Education Acts, are now included within the balance sheet at valuation. This represents a modification of the Board's previous accounting policy. Other properties are also held by the Board as long-term investments in connection with its activities. These are maintained to a high standard and also are considered by the Board to be investment properties. The properties are included within the financial statements at market value, and a revaluation was carried out in the year ended 31 December 1993.



## **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

### **ACCOUNTING POLICIES (CONTINUED)**

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#### **Tangible fixed assets (continued)**

Depreciation is calculated so as to write down the cost of other tangible fixed assets over their expected useful lives.

The following depreciation rates are generally used:

Building improvements	15% straight line
Equipment	15% straight line
Motor vehicles	25% reducing balance

#### **Grants and contributions**

Grants receivable from the Department for Education and from Local Education Authorities are credited to income in the period in which the related expenditure is incurred.

Grants received in excess of grants due on expenditure incurred in the year are treated as deferred income.

Contributions receivable from Governors in respect of capital projects are credited to income in relation to the proportion that expenditure incurred to date bears to total approved expenditure.

#### **Investments**

Investments are included at cost. The market value of investments is shown by way of note. Investment income includes dividends and interest received during the year on listed and unlisted investments.

#### **Pension contributions**

Contributions are made for full-time staff to the Church of England Pension Fund and to the Department for Education teachers superannuation scheme. The pension costs charged against profits are based on actuarial methods and assumptions designed to spread the anticipated pension costs over the service lives of the employees in the scheme, so as to ensure that the regular pension cost represents a substantially level percentage of the current and expected future pensionable payroll. Variations from regular cost are spread over the remaining service lives of current employees in the scheme.

## **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

### **ACCOUNTING POLICIES (CONTINUED)**

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#### **Sale proceeds of transferred schools**

When the Board commences a project relating to the transfer of a living school to a new site, it may receive sales proceeds or compensation monies in respect of the old site. This amount must be offset against expenditure in the final claim made to the Department for Education. However, during the course of the project the Board will continue to receive grants in respect of full expenditure made. As a result a substantial sum falls for repayment when the project is completed and the final claim made. Provision is made for the amounts expected to be repaid.

#### **Leased assets**

Payments made under operating leases are charged to the income and expenditure account on a straight-line basis over the lease term.

#### **Cash flow statement**

The company is exempt under the terms of Financial Reporting Standard No. 1 from publishing a cash flow statement.

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **INCOME AND EXPENDITURE**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

	Note	£	1994 £	£	1993 £
<b>Income</b>					
Investment income	1	59,042		59,557	
Rental and letting income		188,138		177,124	
Diocesan Grant		224,070		236,105	
Sundry income		59,816		34,508	
Surplus on sale of investments		31,308		50,632	
(Deficit)/surplus on sale of properties		(10,240)		808,950	
Amounts repaid to Bacons	3	(854,449)		-	
			(302,315)		1,366,876
<b>Net expenditure</b>					
Building expenditure		4,025,587		4,901,684	
Less: Grants receivable		(3,499,948)		(4,525,410)	
Assessments on schools		(305,117)		(333,561)	
			(220,522)		(42,713)
<b>Administration expenses</b>			(948,463)		(899,943)
<b>Finance charges</b>					
Interest paid on DFE/CBF loans		61,316		22,258	
Interest payable on loan from S2 account		10,000		-	
Bank overdraft interest and charges		54,927		70,877	
			(126,243)		(93,135)
<b>(Deficit)/surplus for the year</b>			<u>(1,597,543)</u>		<u>331,085</u>

The accounting policies and notes form an integral part of these financial statements.

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

BALANCE SHEET AS AT 31 DECEMBER 1994

	Note	£	1994 £	£	1993 £
<b>Fixed assets</b>					
Tangible assets	4		1,883,452		766,601
Investments	5		1,525,241		1,347,819
<b>Current assets</b>					
Debtors	6	1,548,297		1,643,937	
Cash at bank and in hand		157,216		1,009,137	
		<u>1,705,513</u>		<u>2,653,074</u>	
<b>Creditors: amounts falling due within one year</b>	7	(2,970,340)		(2,398,783)	
<b>Net current (liabilities)/assets</b>			(1,264,827)		254,291
<b>Creditors: amounts falling due after more than one year</b>	8		(1,291,140)		(1,159,517)
			<u>852,726</u>		<u>1,209,194</u>
<b>Capital and reserves</b>					
Called up share capital	13		-		-
Capital fund			(822,891)		774,289
Assets held on behalf of living schools	11		456,197		417,502
Revaluation reserve	14		1,217,782		14,262
Mountbatten project			1,638		3,141
			<u>852,726</u>		<u>1,209,194</u>

These financial statements were approved by the directors on 8th Dec 1995

Mr M J Edwards )

) DIRECTORS OF THE BOARD OF EDUCATION

The Ven D K Gerrard )

The accounting policies and notes form an integral part of these financial statements.

**SOUTHWARK DIOCESAN BOARD OF EDUCATION**

**TOTAL RECOGNISED GAINS AND LOSSES  
AND MOVEMENTS IN RETAINED FUNDS**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

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**Statement of total recognised gains and losses**

	<b>1994</b>	<b>1993</b>
	<b>£</b>	<b>£</b>
(Deficit)/surplus for the year	(1,597,543)	331,085
Unrealised gain on trade investments	-	14,262
Movement on Bishop of Kingston's Chaplaincy Fund	363	870
Total (deficit)/surplus for the year	<u>(1,597,180)</u>	<u>346,217</u>

**Reconciliation of movements in retained funds**

Capital fund		
As at 1 January 1994	774,289	442,334
(Deficit)/surplus for the year	(1,597,543)	331,085
Movement on Bishop of Kingston's Chaplaincy Fund	363	870
As at 31 December 1994	<u>(822,891)</u>	<u>774,289</u>

The accounting policies and notes form an integral part of these financial statements.

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **SECTION 86 AND SECTION 2 ACCOUNT**

**BALANCE SHEET AS AT 31 DECEMBER 1994**

This account deals with the assets vested in the Board as trustee, subject to the provisions of the Education Acts 1944 to 1973 and the income generated from those assets. Funds are applied to the various activities of the Board within the terms of the above sections of the Acts.

	Note	£	1994 £	£	1993 £
<b>Fixed assets</b>					
Properties	4	1,333,520		130,000	
Office equipment	4	25,488		19,987	
Investments	5	1,506,883		1,329,824	
			2,865,891		1,479,811
<b>Debtors</b>					
Sundry debtors		157,584		192,791	
Amounts due from other accounts	9	1,643,204		1,412,613	
			1,800,788		1,605,404
Cash at bank			153,509		1,002,925
<b>Creditors: amounts falling due within one year</b>					
Loans		20,653		65,126	
Sundry creditors		529,068		4,522	
Outstanding Section 2 order in respect of Mortlake		629,900		629,900	
Sales proceeds: transferred schools		896,959		442,843	
			(2,073,580)		(1,139,391)
<b>Total assets less current liabilities</b>			2,746,608		2,948,749
<b>Creditors: amounts falling due after more than one year</b>					
Loans	8	1,291,140		867,772	
Sale proceeds: transferred schools		-		291,745	
			(1,291,140)		(1,159,517)
			<u>1,455,468</u>		<u>1,789,232</u>

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## SECTION 86 AND SECTION 2 ACCOUNT

### BALANCE SHEET AS AT 31 DECEMBER 1994

	Note	1994 £	1993 £
<b>Capital funds</b>			
As at 1 January 1994		1,357,468	1,038,074
(Deficit)/surplus for the year		(1,575,979)	319,394
As at 31 December 1994		(218,511)	1,357,468
Assets held on behalf of living schools	11	456,197	417,502
		237,686	1,774,970
Revaluation reserve	14	1,217,782	14,262
		<u>1,455,468</u>	<u>1,789,232</u>

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **SECTION 86 AND SECTION 2 ACCOUNT**

### **INCOME AND EXPENDITURE**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

		<b>1994</b>		<b>1993</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Income</b>				
Investment income	59,042		58,696	
Rental income	102,237		106,820	
Profit on sale of investments	31,308		50,632	
Profit on sale of properties	-		808,950	
Amount repaid to Bacons	(854,449)		-	
		(661,862)		1,025,098
<b>Expenditure</b>				
Sundry expenditure	53,661		102,925	
Auditors remuneration	15,000		15,000	
Consultancy	-		6,004	
Management charge (page 20)	424,322		380,000	
Finance charges	116,243		93,112	
Less: finance charges recharged to Higher & Further Education account	(6,254)		(8,633)	
		(602,972)		(588,408)
<b>Funding adjustments to:</b>				
Maintenance scheme account	(65,664)		(16,993)	
Capital projects account	376,809		134,289	
		(311,145)		(117,296)
<b>(Deficit)/surplus for the year</b>		<b>(1,575,979)</b>		<b>319,394</b>



# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **CAPITAL PROJECTS ACCOUNT**

**BALANCE SHEET AS AT 31 DECEMBER 1994**

This account deals with the financing of improvement projects at Diocesan schools. On projects approved by the Department for Education a grant of eighty-five percent of net cost is recoverable adjusted as appropriate for any amounts received from Local Education Authorities or from the sale of redundant sites.

	Note	1994 £	1993 £
<b>Debtors</b>			
Department for Education and Local Education Authorities		918,996	1,037,766
<b>Creditors: amounts falling due within one year</b>			
Accrued building expenditure		97,235	394,983
Excess grants received		109,938	91,725
Sundry creditors		192,267	-
Amounts due to other accounts	9	519,556	551,058
		(918,996)	(1,037,766)
<b>Net current assets</b>		-	-

SOUTHWARK DIOCESAN BOARD OF EDUCATION

CAPITAL PROJECTS ACCOUNT

INCOME AND EXPENDITURE

FOR THE YEAR ENDED 31 DECEMBER 1994

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	1994 £	1993 £
Building expenditure	2,575,104	3,468,575
Less: grants receivable	(2,234,295)	(3,369,286)
	<u>340,809</u>	<u>99,289</u>
Management charge (page 21)	36,000	35,000
	<u>376,809</u>	<u>134,289</u>
Deficit for the year		
Section 86 and Section 2 Account funding adjustment (page 14)	(376,809)	(134,289)
	<u><u></u></u>	<u><u></u></u>

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **MAINTENANCE SCHEME ACCOUNT**

**BALANCE SHEET AS AT 31 DECEMBER 1994**

An arrangement exists between the Governors of participating schools and the Board whereby the Governors undertake to make contributions to the Maintenance Scheme at a rate set by the Board, and the Board assumes responsibility for the Governors' liability to maintain the exterior of the school buildings and for the administration of the Scheme. Eighty-five per cent of the net costs of maintenance is met by a grant from the Department for Education and the balance assumed by the Board, as above.

	Note	1994 £	1993 £
<b>Debtors</b>			
Department for Education and Local Education Authorities		445,007	323,184
Contributions in arrears		123	64,742
Other debtors		606	-
		<u>445,736</u>	<u>387,926</u>
<b>Creditors: amounts falling due within one year</b>			
Bank overdraft		2,467	120,902
Accrued building expenditure		18,244	27,378
Excess grants received		31,889	19,020
Amounts due to other accounts	9	838,269	665,759
		<u>(890,869)</u>	<u>(833,059)</u>
<b>Net current liabilities</b>		<u>(445,133)</u>	<u>(445,133)</u>
<b>Capital funds</b>			
As at 1 January 1994		(445,133)	(445,133)
and 31 December 1994		<u>(445,133)</u>	<u>(445,133)</u>

**SOUTHWARK DIOCESAN BOARD OF EDUCATION**

**MAINTENANCE SCHEME ACCOUNT**

**INCOME AND EXPENDITURE**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

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	<b>1994</b>	<b>1993</b>
	<b>£</b>	<b>£</b>
Building expenditure	(1,450,483)	(1,433,109)
Less: grants receivable	1,265,653	1,156,124
Assessments on Schools	305,117	333,561
	<hr/>	<hr/>
	120,287	56,576
Administration expenses		
Management charge (page 21)	(27,000)	(27,000)
Sundry expenditure	(27,623)	(12,583)
	<hr/>	<hr/>
Surplus for the year	65,664	16,993
Section 86 and Section 2 Account funding adjustment (page 14)	(65,664)	(16,993)
	<hr/>	<hr/>

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **ADMINISTRATION ACCOUNT**

**BALANCE SHEET AS AT 31 DECEMBER 1994**

This account deals with the administrative costs incurred by the Board in the course of its activities, and the assets used in this respect. A grant is received from the Diocese towards this expenditure, the remainder being substantially covered by management charges made to the other Board accounts. The account also includes expenditure relating to the Youth and Children's activities carried on by the Board.

	Note	£	1994 £	£	1993 £
<b>Fixed assets</b>					
Properties	4	215,397		215,397	
Building improvements	4	-		614	
Office equipment	4	1,381		14,118	
Motor vehicles	4	52,470		49,993	
			269,248		280,122
Investments	5		2,869		2,869
<b>Debtors</b>					
Prepayments and other debtors		19,905		20,953	
Amounts owed by other accounts	9	41,669		184,051	
			61,574		205,004
Cash at bank and in hand			3,707		6,193
<b>Creditors: amounts falling due within one year</b>					
Bank overdraft		12,848		190,937	
Accruals and sundry creditors		213,962		182,663	
			(226,810)		(373,600)
			110,588		120,588
<b>Capital funds</b>					
As at 1 January 1994			110,588		103,422
Result for the year			-		17,166
As at 31 December 1994			110,588		120,588

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **ADMINISTRATION ACCOUNT**

### **INCOME AND EXPENDITURE**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

	£	1994 £	£	1993 £
<b>Staff costs</b>				
Salaries and expenses	457,069		412,092	
Cleaning and caretaking	1,316		1,705	
Travel and motor	12,901		10,808	
Depreciation: motor vehicles	14,210		16,729	
		(485,496)		(441,334)
<b>Accommodation</b>				
Depreciation:				
Office improvements	615		1,836	
Office equipment	4,287		5,156	
Building maintenance	-		8,609	
Light and heat	4,712		3,675	
Rates	6,298		5,575	
Insurance	7,746		2,675	
Operating lease	18,646		8,052	
Other accommodation costs	16,059		12,086	
		(58,363)		(47,664)
<b>General administration</b>				
Audit and accountancy	17,261		23,194	
Legal expenses	32,389		31,273	
Loss on disposal of motor vehicles	-		6,759	
Staff advertising	11,012		7,792	
Printing, stationery, postage and telephone	17,939		18,904	
Management consultancy	16,000		-	
Staff accommodation	-		1,283	
Authorised hospitality	2,168		3,681	
In service training	774		3,009	
Sundry expenses	36,596		19,552	
		(134,139)		(115,447)
<b>Youth and Children's committee activities</b>				
Salaries and expenses	63,820		73,415	
Travel	7,841		8,311	
		(71,661)		(81,726)
<b>Total expenditure for the year carried forward</b>		(749,659)		(686,171)

**SOUTHWARK DIOCESAN BOARD OF EDUCATION**

**ADMINISTRATION ACCOUNT**

**INCOME AND EXPENDITURE (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

	£	1994 £	£	1993 £
<b>Total expenditure for the year brought forward</b>		(749,659)		(686,171)
<b>Income</b>				
Diocesan grant	202,521		221,655	
LEA grants	20,287		20,185	
Other income	39,529		19,497	
		262,337		261,337
<b>Management charges to</b>				
Section 86 and Section 2 Account	424,322		380,000	
Maintenance Scheme Account	27,000		27,000	
Capital Projects Account	36,000		35,000	
		487,322		442,000
<b>Result for the year</b>		-		17,166

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **HIGHER AND FURTHER EDUCATION ACCOUNT**

**BALANCE SHEET AS AT 31 DECEMBER 1994**

This account deals with resources provided in respect of chaplaincy activities at various Southwark higher and further education institutions. The properties included in this account are held subject to the provisions of the Education Acts 1944 to 1973.

	Note	1994 £	1993 £
<b>Fixed assets</b>			
Properties	4	103,573	173,813
Building Improvements	4	2,000	10,000
Investments	5	15,489	15,126
		<u>121,062</u>	<u>198,939</u>
<b>Debtors</b>			
Sundry debtors		-	2,460
<b>Creditors: amounts falling due within one year</b>			
Bank overdraft		107,212	44,432
Amounts owed to other accounts	9	86,548	220,626
		<u>(193,760)</u>	<u>(265,058)</u>
		<u>(72,698)</u>	<u>(63,659)</u>
<b>Capital funds</b>			
As at 1 January 1994		(78,785)	(78,144)
Deficit for the year		(9,402)	(641)
		<u>(88,187)</u>	<u>(78,785)</u>
As at 31 December 1994			
Bishop of Kingston's Chaplaincy Fund		15,489	15,126
		<u>(72,698)</u>	<u>(63,659)</u>



SOUTHWARK DIOCESAN BOARD OF EDUCATION

HIGHER AND FURTHER EDUCATION ACCOUNT

INCOME AND EXPENDITURE

FOR THE YEAR ENDED 31 DECEMBER 1994

	1994 £	1993 £
<b>Income</b>		
Diocesan grant	21,549	14,450
Rental income	2,870	7,260
	<u>24,419</u>	<u>21,710</u>
<b>Expenditure</b>		
Loss on disposal of property	10,240	-
Accommodation	6,899	2,736
Chaplaincy expenses	3,424	3,481
Notional bank interest	6,254	8,633
Sundry expenses	4,004	1,501
Depreciation	3,000	6,000
	<u>(33,821)</u>	<u>(22,351)</u>
<b>Deficit for the year</b>	<u>(9,402)</u>	<u>(641)</u>

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **LAMBETH HOLY TRINITY URBAN CENTRE ACCOUNT**

### **BALANCE SHEET AS AT 31 DECEMBER 1994**

The urban centre provides residential and day centre facilities for young people.

	Note	1994 £	1993 £
<b>Fixed assets</b>			
Properties	4	147,510	147,510
Equipment	4	1,522	4,381
Motor vehicles	4	591	788
		<u>149,623</u>	<u>152,679</u>
<b>Current assets</b>			
Debtors		6,076	2,041
Cash in hand		-	19
		<u>6,076</u>	<u>2,060</u>
<b>Creditors: amounts falling due within one year</b>			
Bank overdraft		110,698	187,352
Amounts owed to other accounts	9	135,832	39,553
		<u>(246,530)</u>	<u>(226,905)</u>
<b>Creditors: amounts falling due after more than one year</b>			
Amounts owed to other accounts	9	(114,668)	(119,668)
<b>Net liabilities</b>		<u>(205,499)</u>	<u>(191,834)</u>
<b>Capital funds</b>			
As at 1 January 1994		(194,975)	(190,141)
Mountbatten project		1,638	3,141
Deficit for the year		(12,162)	(4,834)
<b>As at 31 December 1994</b>		<u>(205,499)</u>	<u>(191,834)</u>

**SOUTHWARK DIOCESAN BOARD OF EDUCATION**

**LAMBETH HOLY TRINITY URBAN CENTRE ACCOUNT**

**INCOME AND EXPENDITURE**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

	<b>1994</b>	<b>1993</b>
	<b>£</b>	<b>£</b>
<b>Income</b>		
Booking income	83,031	64,852
<b>Staffing expenses</b>		
Salaries	(36,217)	(37,943)
<b>Accommodation expenses</b>		
Light and heat	4,468	6,054
Cleaning and caretaking	1,433	693
Insurance	3,890	1,884
Repairs and maintenance	21,108	5,797
Depreciation:		
Furniture and equipment	5,129	4,838
Motor vehicles	197	263
	<u>(36,225)</u>	<u>(19,529)</u>
<b>Catering expenses</b>		
Food and catering	(8,208)	(8,263)
<b>General administration</b>		
Postage and telephone	1,493	1,317
Printing and stationery	2,167	160
Books and publications	237	187
Audit and accountancy	1,500	1,500
Sundry expenses	9,146	787
	<u>(14,543)</u>	<u>(3,951)</u>
<b>Deficit for the year</b>	<u><u>(12,162)</u></u>	<u><u>(4,834)</u></u>

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 1994

### 1 Investment income

	1994 £	1993 £
From investments listed on a recognised stock exchange	50,921	48,569
From unlisted investments: including deposit accounts with the Central Board of Finance	8,481	10,988
	<u>59,402</u>	<u>59,557</u>

### 2 Staff costs

The average number of staff employed by the Board during the year was 26 (1993, 29).

	1994 £	1993 £
Wages and salaries	511,318	473,319
Social security costs	38,231	35,768
Pension costs	9,425	14,278
	<u>558,974</u>	<u>523,365</u>

No remuneration has been paid or is payable to members of the Board (1993, £Nil).

### 3 Deficit for the year

The deficit for the year includes a provision for the contribution by the Board to Bacons College following the disposal of Bermondsey Bacon (Pages Walk building) in 1993. Included within the surplus on sale of properties in 1993 was £857,805 accruing to the above disposal.

The Board is the principal sponsor of the Bacons City Technology College. As trustees of the Bacon Educational Foundation, the Board applied to the Charity Commissioners for the maximum amount permitted, which is 13/14ths of the sales proceeds, to be applied as sponsorship for the new college. The remaining 1/14th is to be held back and reinvested over a number of years.

As at 31 December 1993 the entire sale proceeds of £857,805 had been deposited in the Section 86 and Section 2 bank account.

As at 31 December 1994 £350,000 of the sale proceeds had been repaid to the DFE. The remaining liability of £507,805 has been accrued for (see note 7(iii)).

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **NOTES TO THE ACCOUNTS (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

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### **4 Fixed assets**

#### **Investment properties:**

The Board's properties are included within the accounts at valuation. A valuation of the properties was carried out by Marsh and Parsons, Chartered Surveyors, Valuers and Estate Agents, on 10 June 1993. The valuation was provided on an open market basis in accordance with the RICS Statements of Asset Valuation Practice and Guidance Notes.

18 and 18A Shardeloes Road were disposed of during the year. In accordance with the terms and conditions of the banking facilities, the proceeds in respect of these disposals were set off against the principal element of the loan.

#### **School property:**

In the course of administering schemes under the Education Acts 1944 to 1973, the Board acts as a trustee to various schools. Properties relating to the latter may be sold or leased. In any event, the proceeds are generally "free" monies in the hands of the Board to use under the provisions of the Education Acts 1944 to 1973 subject to the restrictions applying under Section 86 of the 1944 Act and Section 2 of the 1973 Act. At 31 December 1994 the Board was trustee for the following property, which after sale will represent "free" monies:

Richmond Holy Trinity  
Princess Road, Richmond, Surrey

The many difficulties involved in disposal including Local Authority planning consents, make it impracticable to place any reliable value on this property.

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 1994

### 4 Fixed assets (continued)

#### Other fixed assets

	Higher & Further Education and Administration account Vehicles Property and Total Improvements equipment £ £ £					Holy Trinity Urban Ctr £	Section 86 & Sect 2 £
Cost							
At 1 January 1994	656,169	233,227	146,498	136,076	140,368		
Additions	39,535	-	26,643	2,270	10,622		
Disposals	(50,060)	(20,000)	(30,060)	-	-		
At 31 December 1994	645,644	213,227	143,081	138,346	150,990		
Depreciation							
At 1 January 1994	556,288	222,613	82,387	130,907	120,381		
Provided for in the year	32,558	3,614	18,497	5,326	5,121		
Disposals	(25,273)	(15,000)	(10,273)	-	-		
At 31 December 1994	563,573	211,227	90,611	136,233	125,502		
Net book amount at 31 December 1994	82,071	2,000	52,470	2,113	25,488		
Net book amount at 31 December 1993	99,881	10,614	64,111	5,169	19,987		

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **NOTES TO THE ACCOUNTS (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

### **5 Investments**

	Book value £	1994 Market value £	Book value £	1993 Market value £
<b>Section 86 and Section 2 account</b>				
Quoted	435,005	1,084,632	403,814	1,208,510
Unquoted	1,071,878	1,071,881	926,010	926,010
	<u>1,506,883</u>	<u>2,156,513</u>	<u>1,329,824</u>	<u>2,134,520</u>
<b>Administration account</b>				
Unquoted	2,869	18,506	2,869	20,180
<b>Higher and Further Education account</b>				
Unquoted	15,489	15,489	15,126	15,126
	<u>1,525,241</u>	<u>2,190,508</u>	<u>1,347,819</u>	<u>2,169,826</u>
<b>Wider range:</b>				
ICI	28,660	15,719	28,660	16,790
Laing	22,723	16,725	22,723	22,875
Smith Kline Beecham	18,188	47,746	18,188	42,582
Prudential Corporation	23,762	56,880	23,762	64,980
Great Universal Stores	-	-	12,432	51,880
Reckitt and Colman	3,905	44,025	3,905	54,150
Witan Investments	24,711	71,145	24,711	75,795
Units - The Equities M & G Investment Fund for Charities	57,795	332,925	57,795	380,400
Henderson Japan Exempt Fund	5,082	31,760	5,082	28,266
Cable and Wireless	16,636	35,297	16,636	49,021
BTR	12,166	36,625	12,166	46,625
Marks and Spencer	20,491	61,613	20,491	70,293
GEC	25,356	24,705	25,356	30,735
Unilever	20,317	22,002	20,317	22,857
Shell Transport & Trading Co	73,380	96,744	73,380	101,053
Zeneca Group	14,262	18,449	14,262	17,651
Pearson Group	43,623	43,290	-	-
	<u>411,057</u>	<u>955,650</u>	<u>379,866</u>	<u>1,075,953</u>
<b>Narrow range:</b>				
Tesco 9% Cnv Capital Bonds	12,481	11,210	12,481	12,077
	<u>12,481</u>	<u>11,210</u>	<u>12,481</u>	<u>12,077</u>

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 1994

### 5 Investments (continued)

	Book value £	1994 Market value £	Book value £	1993 Market value £
<b>Special range:</b>				
Central Board of Finance				
Investment Fund: units	11,407	117,712	11,407	120,457
2.5% consols	60	60	60	23
Central Board of Finance				
Current Deposits	615,681	654,379	508,509	508,509
	<u>627,148</u>	<u>772,151</u>	<u>519,976</u>	<u>628,989</u>
<b>Assets held on behalf of living schools:</b>				
Central Board of Finance				
Current Deposits	456,197	456,197	417,502	417,502

### 6 Debtors

	1994 £	1993 £
Amounts falling due within one year:		
Department for Education	983,418	1,108,320
Local Education Authorities	300,085	172,130
CASS	500	500
Subscriptions in arrears	123	64,742
School governors' liability on building expenditure	80,000	80,000
Sundry debtors	184,171	218,245
	<u>1,548,297</u>	<u>1,643,937</u>



# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 1994

### 7 Creditors: amounts falling due within one year

	1994 £	1993 £
Bank overdraft	233,224	543,623
Current portion of long-term loans:		
Bank loan	-	44,737
Department For Education	19,444	19,179
Central Board of Finance	1,210	1,210
Sale proceeds: Living schools	896,959	442,843
Sundry creditors	935,297	187,185
Accrued building expenditure	115,479	422,361
Excess grants received	141,827	110,745
	<u>2,343,440</u>	<u>1,771,883</u>
Outstanding Section 2 order	626,900	626,900
	<u>2,970,340</u>	<u>2,398,783</u>

- (i) As at 31 December 1994, bank overdrafts amounting to £500,000 are repayable on demand at the sole discretion of the Bank, and are secured by share certificates deposited with the Bank, and several investment properties. Interest is charged at a rate equal to the Bank's base rate plus 2% per annum, subject to a minimum rate of 6% per annum.

Since 31 December 1994, the Board has renegotiated its loan facilities with its bankers.

- (ii) Liabilities in respect of sales proceeds on living schools can be analysed as follows:

	1994 £	1993 £
Benhilton Church of England	437,618	171,596
East Dulwich St John & St Clements	188,094	-
Cheam St Dunstons	271,247	271,247
	<u>896,959</u>	<u>442,843</u>

- (iii) The Board's solicitors are currently negotiating the finalisation of a Section 2 order in respect of a site to which the Board will have title when the order is completed. At that stage the £626,900 will be transferred to the Board's reserves. It is anticipated that this process will have been completed by 31 December 1995.

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **NOTES TO THE ACCOUNTS (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

(iv) Sundry creditors can be analysed as follows:

	1994 £	1993 £
Repayment of Bermondsey Bacon	507,805	-
Claim made on behalf of		
Southwark St Saviour & St Olaves	151,150	-
Loan from No. 2 account	130,000	130,000
DFE loan interest	21,263	3,700
Audit and accountancy	55,358	29,671
Excess grants received	23,249	-
Other	46,472	13,814
	<u>935,297</u>	<u>187,185</u>

### **8 Creditors: amounts falling due after more than one year**

	1994 £	1993 £
Loans:		
Bank loan	835,799	391,811
Department for Education	452,856	472,266
Central Board of Finance	2,485	3,695
	<u>1,291,140</u>	<u>867,772</u>
Sales proceeds: Living Schools	-	291,745
	<u>1,291,140</u>	<u>1,159,517</u>

- (i) The loan account is to be subject to an interest rate of 2.0% above the Bank's base rate, with a minimum of 6.00%. The terms and conditions of the loan are as for the bank overdraft.

As noted in 7(i) above, the Board has renegotiated its banking facilities subsequent to 31 December 1994.

### **(ii) Department for Education**

These loans are repayable by half-yearly instalments of capital with interest at rates varying from 8.75% to 11.625%. Of the present loans the earliest will be repaid during 1995 and the latest by the year 2022.

	1994 £	1993 £
Loans repayable		
In one to five years	86,698	95,668
Beyond five years	385,567	395,777
	<u>472,265</u>	<u>491,445</u>

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **NOTES TO THE ACCOUNTS (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

### **8 Creditors: amounts falling due after more than one year (continued)**

#### **(iii) Central Board of Finance**

The total interest-free loans of £3,695 (1993, £4,905) are repayable by annual instalments. The loans will be repaid at the earliest during 1995 and at the latest by 1999.

#### **(iv) The liability in respect of sales proceeds on living schools was for Benhilton Church of England.**

### **9 Amounts due between accounts**

	Total £	Section 86 & Section 2 Account £	Capital Projects Account £	Main- tenance Scheme Account £	Admin- istration Account £	Higher and Further Education Account £	Lambeth Holy Trinity Urban Centre Account £
Section 86 and Section 2 Account	(1,653,204)	N/A	(297,438)	(1,065,607)	83,786	(156,277)	(217,668)
Capital Projects Account	519,556	297,438	N/A	(24,882)	247,000	-	-
Maintenance Scheme Account	838,269	1,065,607	24,882	N/A	(222,220)	(30,000)	-
Administration Account	(41,669)	(83,786)	(247,000)	222,220	N/A	99,729	(32,832)
Higher and Further Education Account	86,548	156,277	-	30,000	(99,729)	N/A	-
Lambeth Holy Trinity Urban Centre	250,500	217,668	-	-	32,832	-	N/A
Debtors	2,477,439	1,736,990	24,882	252,220	363,618	99,729	-
Creditors	(2,477,439)	(83,786)	(544,438)	(1,090,489)	(321,949)	(186,277)	(250,500)
Total	-	1,653,204	(519,556)	(838,269)	41,669	(86,548)	(250,500)

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **NOTES TO THE ACCOUNTS (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

### **10 Operating lease commitments**

Operating lease payments amount to £7,932 (1993: £5,388) are due within one year. The leases to which these amounts relate expire as follows:-

	1994 £	1993 £
Between one and five years	5,286	5,388
In five years or more	2,646	-
	<u>7,932</u>	<u>5,388</u>

### **11 Assets held as trustee for Living Schools**

	1994 £	1993 £
Bermondsey St James	185,393	176,294
Richmond Holy Trinity	235,684	224,264
Walworth St John	6,435	6,119
Cheam St Dunstons	25,989	10,825
Wimbledon	2,696	-
	<u>456,197</u>	<u>417,502</u>

### **12 Pension scheme**

In 1993, the Church Workers Pension Fund was restructured such that all members are now in the Church of England Defined Benefits Scheme. The new scheme provides benefits based on final pensionable pay. Contributions to the scheme are charged to the income and expenditure account so as to spread the cost of pensions over employees' working lives with the Board.

The pension charge for the period was £9,425 (1993, £14,278).

### **13 Called up share capital**

The Board is a registered company limited by guarantee without share capital. Every member undertakes to contribute to the assets of the company in the event of it being wound up such amount as may be required not exceeding £1.

SOUTHWARK DIOCESAN BOARD OF EDUCATION

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 1994

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14 Revaluation reserve

	£
At 1 January 1994	14,262
Revaluation adjustment	<u>1,203,520</u>
At 31 December 1994	<u><u>1,217,782</u></u>

15 Taxation

The Board is a registered charity and is not liable to corporation tax.

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **TRUST FUNDS**

AS AT 31 DECEMBER 1994

### **1 Governors funds**

The following funds are held by the Board on trust to the order of the school Governors.

	1994 £	1993 £
Central Board of Finance current deposits:		
Battersea St Mary	2,869	2,728
Benhillon C of E	158,875	268,909
Bermondsey The Boutcher	1,795	6,504
Brixton (North) Christ Church	17	644
Blackheath All Saints	688	654
Camberwell St Luke	16,946	16,115
Chaldon C of E	790	658
East Dulwich St John & St Clements	8,787	8,355
Gatton - Canon Wynter	10,300	9,632
Holland - Legacy	1,389	1,320
Kingston Vale St John	3,438	3,270
Kingston St John	2,189	2,065
Kennington St Marks	980	932
Lewisham St Mary	4,318	4,106
Lewisham St Stephen	1,686	6228
Nutfield C of E	4,518	5,096
Peckham St Mary Magdalene	102	97
Plumstead St Margaret	267	1,379
Purley Christ Church	33,770	35,256
Rotherhithe Peter Hills	23,689	22,527
Southwark St Jude	264	51
Stockwell St Andrews	6,186	5,882
Surbiton St Matthew	10,476	9,962
National Schools	3,973	3,751
Wandsworth St Anne	3,283	2,927
Wandsworth St Faith	359	342
Bermondsey Bacon	406	386
Kingston St Paul	32	958
Sydenham St Bartholemew	7,781	7,399
West Norwood St Luke	4,481	4,261
Green Coat Educational Trust	2,385	2,268

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## TRUST FUNDS (CONTINUED)

AS AT 31 DECEMBER 1994

### 1 Governors funds (continued)

	Cost £	1994 Market value £	Cost £	1993 Market value £
Other investments:				
Bermondsey The Butcher				
£1,000 3.5% War stock (held by the Official Custodian for Charities)	-	-	-	538
Bradmore Green (Coulsdon)				
£27 2.5% Consols (held by the Official Custodian for Charities)	-	-	23	10
Gatton - Canon Wynter				
£746 C.O.I.F. Units	746	4,747	746	4,880
Godstone St Stephen				
£527 9% Treasury Stock 1994	-	-	500	543
Lambeth Archbishop Temple				
£1,822 5½% Treasury Stock 2.008/12	225	1,342	225	1,706
Lee Northbrook £156 4% Consols	100	71	156	146
Southwark St Jude				
£3,090 13.25% Exchequer Stock 1996	3,000	3,303	3,000	3,525
Surbiton Christ Church 1,222				
C.B.F. investment fund: Units	1,000	7,883	1,000	8,596
Sydenham St Bartholomew				
£488 9% Treasury Stock 1994	463	503	463	503
484 C.B.F. investment fund: Units	-	322	-	3,404
Wandsworth Free and Auxiliary National Schools				
£2,165 2.5% Consols (held by Official Custodian for Charities)	-	-	-	823
Wandsworth St Anne				
£4,300 4% Consols	3,885	1,951	3,885	2,548
Green Coat Educational Trust				
£37,277 12% Exchequer Stock	37,277	41,098	37,277	46,829
Bacon's School United Endowment	-	22,690	-	2,383

**SOUTHWARK DIOCESAN BOARD OF EDUCATION**

**TRUST FUNDS (CONTINUED)**

**AS AT 31 DECEMBER 1994**

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**1 Governors funds (continued)**

Uninvested balances at 31 December 1994:	£
LMS	200
Sydenham St Bartholomew	129
Green Coat Educational Trust	2,237
General Purpose Funds	9,426
	<u>11,992</u>

**2 Specific funds**

	1994 £	1993 £
Central Board of Finance current deposits:		
Redhill St Matthew	40,625	46,009
Bermondsey St Mary Magdalene	37,330	35,498
Mortlake C of E	19,984	19,003

Funds on trust for Bermondsey St Mary Magdalene and Mortlake C of E Schools relate to the sale proceeds from the school properties concerned originally apportioned to the school trustees and are held pending legal settlement.

Funds on trust for Redhill St Matthew are held temporarily pending approval by the Charity Commissioners of their use.