

**SOUTHWARK DIOCESAN BOARD  
OF EDUCATION**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 DECEMBER 1995**



# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **FINANCIAL STATEMENTS**

For the year ended 31 DECEMBER 1995

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Company registration number:

86641

Registered office:

48 Union Street  
London  
SE1 1TD

Directors:

The Directors of the Board are shown  
on pages 1 to 3 of the Annual Report

Secretary:

Reverend Canon G Greenwood

Bankers:

National Westminster Bank plc  
57 Victoria Street  
London  
SW1H 0HN

Solicitors:

Winckworth & Pemberton  
35 Great Peter Street  
Westminster  
London  
SW1P 3LR

Auditors:

Grant Thornton  
Registered auditors  
Chartered accountants

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **FINANCIAL STATEMENTS**

For the year ended 31 DECEMBER 1995

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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 1995.

### **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. 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:

	1995 £	1994 £
Maintenance	1,612,585	1,450,483
Capital Projects	<u>1,013,944</u>	<u>2,575,104</u>
	<u>2,626,539</u>	<u>4,025,587</u>

### **Members**

#### **MEMBERS OF THE BOARD DURING THE YEAR ENDED 31 DECEMBER 1995**

##### **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 Colin Slee

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **REPORT OF THE BOARD**

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### **CHAIRMEN OF COMMITTEES (as at 31.12.95)**

Schools	The Ven D K Gerrard
Finance & General Purposes	Mr M J Edwards
Higher Education	Rev David Peacock (Acting)
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
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  
Mr K Mitchell  
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 Greenwich South Deaneries**

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **REPORT OF THE BOARD**

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### **CO-OPTED MEMBERS**

Dr P Chadwick

### **Results**

The company is an Education Charity and does not trade. No dividends are paid. The attached accounts show a deficit of £217,285 for the year ended 31 December 1995 (1994, deficit £1,597,543).

The deficit for 1994 was significantly affected by the Board's contribution to Bacons College.

### **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.

### **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.

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

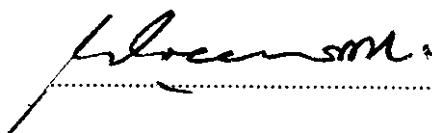
## **REPORT OF THE BOARD**

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### **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

A handwritten signature in cursive script, appearing to read 'G Greenwood', written over a horizontal dotted line.

The Revd Canon G Greenwood

## **REPORT OF THE AUDITORS TO THE MEMBERS OF**

### **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

We have audited the financial statements on pages 9 to 35 which have been prepared under the accounting policies as set out on pages 6 to 8.

#### **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 1995 and of its deficit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**GRANT THORNTON  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS**





# **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. 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, which are not included in the financial statements.

### **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 1995.

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **ACCOUNTING POLICIES**

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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 Employment 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 and Employment teachers superannuation scheme. The pension costs charged against income 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.

### **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 and Employment. 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.

## **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

### **ACCOUNTING POLICIES**

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#### **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 1995

	Note	£	1995 £	£	1994 £
<b>Income</b>					
Investment income	1	54,102		59,042	
Rental and letting income		106,356		188,138	
Diocesan Grant		164,607		224,070	
Sundry income		67,410		59,816	
Surplus on sale of investments		137,769		31,308	
(Deficit) on sale of properties		(2,915)		(10,240)	
Amount repaid to Bacons College	3	-		(854,449)	
<b>Net income/(expenditure)</b>			527,329		(302,315)
Building expenditure		(2,626,529)		(4,025,587)	
Less: Grants receivable		2,564,128		3,499,948	
Assessments on schools		391,442		305,117	
			329,041		(220,522)
<b>Administration expenses</b>			(917,814)		(948,463)
<b>Finance charges</b>					
Interest paid on DfEE/CBF loans		41,619		61,316	
Interest payable on loan from S2 account		-		10,000	
Bank overdraft interest and charges		114,222		54,927	
			(155,841)		(126,243)
<b>(Deficit) for the year</b>			(217,285)		(1,597,543)

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

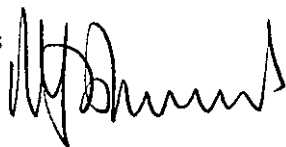
# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## BALANCE SHEET AT 31 DECEMBER 1995

	Note	£	1995 £	£	1994 £
<b>Fixed assets</b>					
Tangible assets	4		1,744,114		1,883,452
Investments	5		949,683		1,525,241
<b>Current assets</b>					
Debtors	6	1,565,102		1,548,297	
Cash at bank and in hand		<u>180,183</u>		<u>157,216</u>	
		1,745,285		1,705,513	
<b>Creditors: amounts falling due within one year</b>	7	<u>(3,276,973)</u>		<u>(2,970,340)</u>	
<b>Net current (liabilities)</b>			(1,531,688)		(1,264,827)
<b>Creditors: amounts falling due after more than one year</b>	8		<u>(433,149)</u>		<u>(1,291,140)</u>
			<u>728,960</u>		<u>852,726</u>
<b>Capital and reserves</b>					
Called up share capital	13		-		-
Capital fund			(1,040,176)		(822,891)
Assets held on behalf of living schools	11		547,965		456,197
Revaluation reserve	14		1,217,782		1,217,782
Mountbatten project			<u>3,389</u>		<u>1,638</u>
			<u>728,960</u>		<u>852,726</u>

These financial statements were approved by the directors on 13 June 1996

Mr M J Edwards



Directors

The Ven D K Gerrard



The accompanying 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 1995

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### **Statement of total recognised gains and losses**

	1995 £	1994 £
(Deficit) for the year	(217,285)	(1,597,543)
Movement on Bishop of Kingston's Chaplaincy Fund	-	363
Total (deficit) for the year	<u>(217,285)</u>	<u>(1,597,180)</u>

### **Reconciliation of movements in retained funds**

	1995 £	1994 £
Capital fund		
As at 1 January 1995	(822,891)	774,289
(Deficit)/surplus for the year	(217,285)	(1,597,543)
Movement on Bishop of Kingston's Chaplaincy Fund	-	363
Total (deficit) for the year	<u>(1,040,176)</u>	<u>(822,891)</u>

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

# SOUTHWARD DIOCESAN BOARD OF EDUCATION

## SECTION 86 AND SECTION 2 ACCOUNT

### BALANCE SHEET

AS AT 31 DECEMBER 1995

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	£	1995 £	£	1994 £
<b>Fixed assets</b>					
Properties	4	1,213,520		1,333,520	
Office equipment	4	24,921		25,488	
Investments	5	<u>946,814</u>		<u>1,506,883</u>	
			2,185,255		2,865,891
<b>Debtors</b>					
Sundry debtors		64,049		157,584	
Amounts due from other accounts	9	<u>1,179,798</u>		<u>1,643,204</u>	
			1,243,847		1,800,788
Cash at bank			73,694		153,509
<b>Creditors: amounts falling due within one year</b>					
Loans		382,915		20,653	
Sundry creditors		549,184		529,068	
Outstanding Section 2 order in respect of Mortlake		626,900		626,900	
Sales proceeds: transferred schools		-		896,959	
living schools		<u>605,214</u>		<u>-</u>	
			(2,164,213)		(2,073,580)
<b>Total assets less current liabilities</b>			<u>1,338,583</u>		<u>2,746,608</u>
<b>Creditors: amounts falling due after more than one year</b>					
Loans	8		-		(1,291,140)
			<u>1,338,583</u>		<u>1,455,468</u>

**SOUTHWARD DIOCESAN BOARD OF EDUCATION**

**SECTION 86 AND SECTION 2 ACCOUNT**

**BALANCE SHEET**

**AS AT 31 DECEMBER 1995**

	Note	1995 £	1994 £
<b>Capital funds</b>			
As at 1 January 1995		(218,512)	1,357,467
(Deficit)for the year		(208,652)	(1,575,979)
As at 31 December 1995		(427,164)	(218,512)
Assets held on behalf of living schools	11	547,965	456,197
		120,801	237,685
Revaluation reserve	14	1,217,782	1,217,782
		<u>1,338,583</u>	<u>1,455,467</u>



# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## SECTION 86 AND SECTION 2 ACCOUNT

### INCOME AND EXPENDITURE

for the year ended 31 DECEMBER 1995

	£	1995 £	£	1994 £
<b>Income</b>				
Investment income	54,102		59,042	
Rental income	27,105		102,237	
Profit on sale of investments	138,360		31,308	
Deficit on sale of properties	(2,915)		-	
Amount repaid to Bacons	-		(854,449)	
Sundry income	<u>15,565</u>		<u>-</u>	
		232,217		(661,862)
<b>Expenditure</b>				
Sundry expenditure	158,290		53,661	
Auditors remuneration	-		15,000	
Management charge (page 20)	441,325		424,322	
Finance charges	104,705		116,243	
Less: finance charges recharged to Higher & Further Education account	<u>-</u>		<u>(6,254)</u>	
		(704,320)		(602,972)
<b>Funding adjustments to:</b>				
Maintenance scheme account	144,597		65,664	
Capital projects account	<u>118,854</u>		<u>(376,809)</u>	
		263,451		(311,145)
<b>(Deficit) for the year</b>		<u><u>(208,652)</u></u>		<u><u>(1,575,979)</u></u>

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **CAPITAL PROJECTS ACCOUNT**

### **BALANCE SHEET AS AT 31 DECEMBER 1995**

This account deals with the financing of improvement projects at Diocesan schools. On projects approved by the Department for Education and Employment, 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	£	1995 £	£	1994 £
<b>Debtors</b>					
Department for Education and Employment, Local Education Authorities and Governors			858,166		918,996
<b>Creditors: amounts falling due within one year</b>					
Accrued building expenditure		89,312		97,235	
Excess grants received		173,209		109,938	
Sundry creditors		34,828		192,267	
Amounts due to other accounts	9	<u>560,817</u>		<u>519,556</u>	
			(858,166)		(918,996)
<b>Net current assets</b>			<u>-</u>		<u>-</u>

**SOUTHWARK DIOCESAN BOARD OF EDUCATION**

**CAPITAL PROJECTS ACCOUNT**

**INCOME AND EXPENDITURE**

for the year ended 31 DECEMBER 1995

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	1995 £	1994 £
Building expenditure	(1,013,944)	(2,575,104)
Less: grants receivable	<u>1,172,798</u>	<u>2,234,295</u>
	158,854	(340,809)
Management charge (page 21)	<u>(40,000)</u>	<u>(36,000)</u>
Surplus/(deficit) for the year	118,854	(376,809)
Section 86 and Section 2 Account funding adjustment (page 14)	<u>(118,854)</u>	<u>376,809</u>

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## MAINTENANCE SCHEME ACCOUNT

### BALANCE SHEET AS AT 31 DECEMBER 1995

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 Employment and the balance assumed by the Board, as above.

	Note	1995 £	1994 £
<b>Debtors</b>			
Department for Education and Employment and Local Education Authorities		507,614	445,007
Contributions in arrears		83,759	123
Other debtors		1,565	606
Cash and bank balances		9,966	-
		<u>602,904</u>	<u>445,736</u>
<b>Creditors: amounts falling due within one year</b>			
Bank overdraft		-	2,467
Accrued building expenditure		105,608	18,244
Excess grants received		32,070	31,889
Amounts due to other accounts	9	910,359	838,269
		<u>(1,048,037)</u>	<u>(890,869)</u>
<b>Net current liabilities</b>		<u>(445,133)</u>	<u>(445,133)</u>
<b>Capital funds</b>			
As at 1 January 1995 and 31 December 1995		<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 1995

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	1995 £	1994 £
Building expenditure	(1,612,585)	(1,450,483)
Less: grants receivable	1,391,330	1,265,653
Assessment on Schools	<u>391,442</u>	<u>305,117</u>
	170,187	120,287
Administration expenses		
Management charge (page 21)	(30,000)	(27,000)
Sundry income/(expenditure)	<u>4,410</u>	<u>(27,623)</u>
Surplus for the year	144,597	65,664
Section 86 and Section 2 Account funding adjustment (page 14)	<u>(144,597)</u>	<u>(65,664)</u>

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## ADMINISTRATION ACCOUNT

### BALANCE SHEET AS AT 31 DECEMBER 1995

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	£	1995 £	£	1994 £
<b>Fixed assets</b>					
Properties	4	215,397		215,397	
Building improvements	4	-		-	
Office equipment	4	3,244		1,381	
Motor vehicles	4	<u>34,018</u>		<u>52,470</u>	
			252,659		269,248
Investments	5		2,869		2,869
<b>Debtors</b>					
Prepayments and other debtors		28,759		19,905	
Amounts owed by other accounts	9	<u>599,979</u>		<u>41,669</u>	
			628,738		61,574
Cash at bank and in hand			96,437		3,707
<b>Creditors: amounts falling due within one year</b>					
Bank overdraft and loans		315,815		12,848	
Accruals and sundry creditors		<u>111,150</u>		<u>203,961</u>	
			(426,965)		(216,809)
<b>Creditors: amounts falling due after more than one year</b>			<u>(433,149)</u>		<u>-</u>
			<u>120,589</u>		<u>120,589</u>
As at 1 January 1995			120,589		120,589
Deficit for the year			-		-
As at 31 December 1995			<u>120,589</u>		<u>120,589</u>

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## ADMINISTRATION ACCOUNT

### INCOME AND EXPENDITURE

for the year ended 31 DECEMBER 1995

		1995		1994
	£	£	£	£
<b>Staff costs</b>				
Salaries and expenses	474,603		457,069	
Cleaning and caretaking	1,811		1,316	
Travel and subsistence	2,134		12,901	
Depreciation: motor vehicles	<u>15,097</u>		<u>14,210</u>	
		(493,645)		(485,496)
<b>Accommodation</b>				
Depreciation	19,876		4,902	
Building maintenance	5,795		-	
Light and heat	4,234		4,712	
Rates	6,111		6,298	
Insurance	15,173		7,746	
Operating lease	15,608		18,646	
Other accommodation costs	<u>3,021</u>		<u>16,059</u>	
		(69,818)		(58,363)
<b>General administration</b>				
Audit and accountancy	13,588		17,261	
Legal expenses	30,392		32,389	
Staff advertising	3,381		11,012	
Printing, stationery, postage and telephone	14,922		17,939	
Management consultancy	-		16,000	
Authorised hospitality	1,929		2,168	
In service training	5,316		774	
Sundry expenses	<u>19,362</u>		<u>36,596</u>	
		(88,890)		(134,139)
<b>Youth and Children's committee activities</b>				
Salaries and expenses	-		63,820	
Travel	<u>-</u>		<u>7,841</u>	
		-		(71,661)
Interest paid and bank charges		(60,637)		-
<b>Total expenditure for the year carried forward</b>		<u>(712,990)</u>		<u>(749,659)</u>

**SOUTHWARK DIOCESAN BOARD OF EDUCATION**

**ADMINISTRATION ACCOUNT**

**INCOME AND EXPENDITURE**

for the year ended 31 DECEMBER 1995

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	£	1995 £	£	1994 £
<b>Total expenditure for the year brought forward</b>		(712,990)		(749,659)
<b>Income</b>				
Diocesan grant	148,907		202,521	
LEA grants	32,162		20,287	
Other income	<u>20,596</u>		<u>39,529</u>	
		201,665		262,337
<b>Management charges to</b>				
Section 86 and Section 2 Account	441,325		424,322	
Maintenance Scheme Account	30,000		27,000	
Capital Projects Account	<u>40,000</u>		<u>36,000</u>	
		<u>511,325</u>		<u>487,322</u>
<b>Result for the year</b>		<u><u>-</u></u>		<u><u>-</u></u>



# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## HIGHER AND FURTHER EDUCATION ACCOUNT

### BALANCE SHEET AS AT 31 DECEMBER 1995

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	1995 £	1994 £
<b>Fixed assets</b>			
Properties	4	103,573	103,573
Building improvements	4	-	2,000
Investments	5	-	15,489
		<u>103,573</u>	<u>121,062</u>
<b>Debtors</b>			
Sundry debtors		16,637	-
<b>Creditors: amounts falling due within one year</b>			
Bank overdraft		95,428	107,212
Accrued liabilities		241	-
Amounts owed to other accounts	9	<u>76,548</u>	<u>86,548</u>
		<u>(172,217)</u>	<u>(193,760)</u>
		<u>(52,007)</u>	<u>(72,698)</u>
<b>Capital funds</b>			
As at 1 January 1995		(88,187)	(78,785)
Surplus/(deficit) for the year		<u>20,691</u>	<u>(9,402)</u>
As at 31 December 1995		<u>(67,496)</u>	<u>(88,187)</u>
Bishop of Kingston's Chaplaincy Fund		<u>15,489</u>	<u>15,489</u>
		<u>(52,007)</u>	<u>(72,698)</u>

**SOUTHWARK DIOCESAN BOARD OF EDUCATION**

**HIGHER AND FURTHER EDUCATION ACCOUNT**

**INCOME AND EXPENDITURE**

for the year ended 31 DECEMBER 1995

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	1995 £	1994 £
<b>Income</b>		
Diocesan grant	15,700	21,549
Sundry income	<u>12,217</u>	<u>2,870</u>
	27,917	24,419
<b>Expenditure</b>		
Loss on disposal of property	-	10,240
Accommodation	2,335	6,899
Chaplaincy expenses	1,263	3,424
Notional bank interest	-	6,254
Sundry expenses	1,628	4,004
Depreciation	<u>2,000</u>	<u>3,000</u>
	(7,226)	(33,821)
<b>Surplus/(deficit) for the year</b>	<u><u>20,691</u></u>	<u><u>(9,402)</u></u>

**SOUTHWARK DIOCESAN BOARD OF EDUCATION**  
**LAMBETH HOLY TRINITY URBAN CENTRE ACCOUNT**  
**BALANCE SHEET AS AT 31 DECEMBER 1995**

The Urban Centre provides residential and day centre facilities for young people.

	Note	1995 £	1994 £
<b>Fixed assets</b>			
Properties	4	147,510	147,510
Equipment	4	1,931	1,522
Motor vehicles	4	-	591
		<u>149,441</u>	<u>149,623</u>
<b>Current assets</b>			
Debtors		4,553	6,076
Cash in hand		85	-
		<u>4,638</u>	<u>6,076</u>
<b>Creditors: amounts falling due within one year</b>			
Bank overdraft		124,988	110,698
Sundry creditors		12,111	-
Amounts owed to other accounts	9	250,054	135,832
		<u>(387,153)</u>	<u>(246,530)</u>
<b>Net liabilities</b>		<u>(233,074)</u>	<u>(205,499)</u>
<b>Capital funds</b>			
As at 1 January 1995		(207,137)	(194,975)
Mountbatten project		3,389	1,638
Deficit for the year		<u>(29,326)</u>	<u>(12,162)</u>
As at 31 December 1995		<u>(233,074)</u>	<u>(205,499)</u>

**SOUTHWARK DIOCESAN BOARD OF EDUCATION**  
**LAMBETH HOLY TRINITY URBAN CENTRE ACCOUNT**  
**INCOME AND EXPENDITURE**  
for the year ended 31 DECEMBER 1995

	1995 £	1994 £
<b>Income</b>		
Booking income	65,531	83,031
<b>Staffing expenses</b>		
Salaries	(66,524)	(36,217)
<b>Accommodation expenses</b>		
Light and heat	6,600	4,468
Cleaning and caretaking	2,223	1,458
Insurance	1,387	3,890
Repairs and maintenance	3,093	21,108
Depreciation	688	5,301
	<u>(13,991)</u>	<u>(36,225)</u>
<b>Catering expenses</b>		
Food and catering	(8,155)	(8,208)
<b>General administration</b>		
Postage and telephone	1,559	1,493
Printing and stationery	703	2,167
Books and publications	183	237
Audit and accountancy	2,500	1,500
Sundry expenses	1,242	9,146
	<u>(6,187)</u>	<u>(14,543)</u>
<b>Deficit for the year</b>	<u><u>(29,326)</u></u>	<u><u>(12,162)</u></u>

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **NOTES TO THE ACCOUNTS**

for the year ended 31 DECEMBER 1995

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### **1 INVESTMENT INCOME**

	1995 £	1994 £
From investments listed on a recognised stock exchange	48,250	50,921
From unlisted investments: including deposit accounts with the Central Board of Finance	<u>5,852</u>	<u>8,481</u>
	<u>54,102</u>	<u>59,402</u>

### **2 STAFF COSTS**

The average number of staff employed by the Board during the year was 24 (1994, 26).

	1995 £	1994 £
Wages and salaries	432,351	511,318
Social security costs	35,349	38,231
Pension costs	<u>73,231</u>	<u>9,425</u>
	<u>540,931</u>	<u>558,974</u>

No remuneration has been paid or is payable to members of the Board (1994, £Nil).

### **3 DEFICIT FOR THE YEAR**

The deficit for the previous year included 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.

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## NOTES TO THE ACCOUNTS

for the year ended 31 DECEMBER 1995

4

### TANGIBLE FIXED ASSETS

	Total £	Investment Properties £	Higher & Further Education and Administration account Property Improvement £	Vehicles and equipment £	Holy Trinity Urban Centre £	Section 86 & Section 2 £
Cost or valuation						
At 1 January 1995	2,447,025	1,800,000	213,227	144,462	138,346	150,990
Additions	17,819	-	-	11,366	1,097	5,356
Disposals	(143,291)	(120,000)	-	(22,700)	(591)	-
At 31 December 1995	2,321,553	1,680,000	213,227	133,128	138,852	156,346
Depreciation						
At 1 January 1995	563,573	-	211,227	90,611	136,233	125,502
Provided for in the year	28,487	-	2,000	19,876	688	5,923
Disposals	(14,621)	-	-	(14,621)	-	-
At 31 December 1995	577,439	-	213,227	95,866	136,921	131,425
Net book amount at 31 December 1995	1,744,114	1,680,000	-	87,262	1,931	24,921
Net book amount at 31 December 1994	1,883,452	1,800,000	2,000	53,851	2,113	25,488

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **NOTES TO THE ACCOUNTS**

for the year ended 31 DECEMBER 1995

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### **4 TANGIBLE FIXED ASSETS (CONTINUED)**

#### **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 31 December 1995. The valuation was provided on an open market basis in accordance with the RICS Statements of Asset Valuation Practice and Guidance Notes.

139 Perry Vale was 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 1995 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

for the year ended 31 DECEMBER 1995

### 5 INVESTMENTS

	1995		1994	
	Book value £	Market value £	Book value £	Market value £
<b>Section 86 and Section 2 account</b>				
Quoted	323,844	1,000,590	435,005	1,084,632
Unquoted	622,970	624,370	1,071,878	1,110,576
	<u>946,814</u>	<u>1,624,960</u>	<u>1,506,883</u>	<u>2,195,208</u>
<b>Administration account</b>				
Unquoted	2,869	21,032	2,869	18,506
<b>Higher and Further Education account</b>				
Unquoted	-	-	15,489	15,489
	<u>949,683</u>	<u>1,645,992</u>	<u>1,525,241</u>	<u>2,229,203</u>
These are analysed as follows:				
<b>Wider range:</b>				
ICI	28,660	16,013	28,660	15,719
Laing	-	-	22,723	16,725
Smith Kline Beecham	10,353	42,600	18,188	47,746
Prudential Corporation	13,993	43,990	23,762	56,880
Reckitt and Colman	2,343	32,085	3,905	44,025
Witan Investments	24,711	82,150	24,711	71,145
Units - The Equities M & G Investment Fund for Charities	57,795	369,500	57,795	332,925
Henderson Japan Exempt Fund	-	-	5,082	31,760
Cable and Wireless	12,565	32,625	16,636	35,297
BTR	9,051	30,597	12,166	36,625
Marks and Spencer	14,278	48,546	20,491	61,613
GEC	-	-	25,356	24,705
Unilever	-	-	20,317	22,002
Shell Transport & Trading Co	46,456	74,976	73,380	96,744
Zeneca Group	-	-	14,262	18,449
Pearson Group	34,115	38,064	43,623	43,290
Alliance Trust	45,576	46,420	-	-
	<u>299,896</u>	<u>857,566</u>	<u>411,057</u>	<u>955,650</u>
<b>Narrow range:</b>				
Tesco 9% Cnv Capital Bonds	12,481	11,081	12,481	11,210
	<u>12,481</u>	<u>11,081</u>	<u>12,481</u>	<u>11,210</u>



# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## NOTES TO THE ACCOUNTS

for the year ended 31 DECEMBER 1995

	Book value £	1995 Market value £	Book value £	1994 Market value £
<b>Special range:</b>				
Central Board of Finance Investment Fund: units	11,407	131,884	11,407	117,712
2.5% consols	60	60	60	60
Central Board of Finance Current Deposits	131,738	133,137	615,681	654,379
	<u>143,205</u>	<u>265,081</u>	<u>627,148</u>	<u>772,151</u>
<b>Assets held on behalf of living schools:</b>				
Central Board of Finance Current Deposits	<u>491,232</u>	<u>491,232</u>	<u>456,197</u>	<u>456,197</u>
<b>Total Section 86 and Section 2 Account</b>	<u>946,814</u>	<u>1,624,960</u>	<u>1,506,883</u>	<u>2,195,208</u>

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## DEBTORS

	1995 £	1994 £
<b>Amounts falling due within one year:</b>		
Department for Education and Employment	706,422	983,418
Local Education Authorities	262,794	300,085
CASS	-	500
Subscriptions in arrears	83,759	123
School governors' liability on building expenditure	396,565	80,000
Sundry debtors	<u>115,562</u>	<u>184,171</u>
	<u>1,565,102</u>	<u>1,548,297</u>

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## NOTES TO THE ACCOUNTS

for the year ended 31 DECEMBER 1995

### 7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1995 £	1994 £
Bank overdraft and loans repayable on demand	1,352,295	233,224
Department for Education and Employment	21,222	19,444
Central Board of Finance	1,010	1,210
Sale proceeds: Living schools	605,214	896,959
Sundry creditors	272,133	935,297
Accrued building expenditure	192,920	115,479
Excess grants received	205,279	141,827
	<u>2,650,073</u>	<u>2,343,440</u>
Outstanding Section 2 order	626,900	626,900
	<u>3,276,973</u>	<u>2,970,340</u>

- As at 31 December 1995, bank overdrafts and loans 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.
- Liabilities in respect of sales proceeds on living schools can be analysed as follows:

	1995 £	1994 £
Benhlilton Church of England	145,873	437,618
East Dulwich St John & St Clements	188,094	188,094
Cheam St Dunstons	271,247	271,247
	<u>605,214</u>	<u>896,959</u>

- 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 1996.

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## NOTES TO THE ACCOUNTS

for the year ended 31 DECEMBER 1995

- Sundry creditors can be analysed as follows:

	1995 £	1994 £
Repayment of Bermondsey Bacon	58,388	507,805
Claim made on behalf of Southwark St Saviour & St Olaves	-	151,150
Loan from No. 2 account	(16,713)	130,000
DFE loan interest	20,777	21,263
Audit and accountancy	54,968	55,358
Excess grants received	-	23,249
Other	154,713	46,472
	<u>272,133</u>	<u>935,297</u>

## 8 CREDITORS; AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	1995 £	1994 £
Loans:		
Bank loan	-	835,799
Department for Education and Employment	431,674	452,856
Central Board of Finance	1,475	2,485
	<u>433,149</u>	<u>1,291,140</u>

- Department for Education and Employment

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 1996 and the latest by the year 2022.

	1995 £	1994 £
Loans repayable		
In one to five years	72,424	86,698
Beyond five years	380,437	385,567
	<u>452,861</u>	<u>472,265</u>

- Central Board of Finance

The total interest-free loans of £2,485 (1994, £3,695) are repayable by annual instalments. The loans will be repaid at the earliest during 1996 and at the latest by 1999.

# SOUTHWARK DIOCESAN BOARD OF EDUCATION

## NOTES TO THE ACCOUNTS

for the year ended 31 DECEMBER 1995

### 9 AMOUNTS DUE BETWEEN ACCOUNTS

	Total	Section 86 & Section 2 Account	Capital Projects Account	Maintenance Scheme Account	Administration Account	Higher and Further Education Account	Lambeth Holy Trinity Urban Centre Account
	£	£	£	£	£	£	£
Section 86 and Section 2 Account	(1,179,799)	-	(298,699)	(1,295,123)	787,906	(156,277)	(217,606)
Capital Projects Account	560,817	298,699	-	(24,882)	287,000	-	-
Maintenance Scheme Account	892,358	1,295,123	24,882	-	(397,647)	(30,000)	-
Administration Account	(599,979)	(787,906)	(287,000)	397,647	-	109,729	(32,448)
Higher and Further Education Account	76,548	156,277	-	30,000	(109,729)	-	-
Lambeth Holy Trinity Urban Centre	250,054	217,606	-	-	32,448	-	-
Debtors	3,637,317	1,967,705	24,882	427,647	1,107,354	109,729	-
Creditors	(3,637,317)	(787,906)	(585,699)	(1,320,005)	(507,376)	(186,277)	(250,054)
Total	-	1,179,799	(560,817)	(892,358)	599,979	(76,548)	(250,054)

# **SOUTHWARK DIOCESAN BOARD OF EDUCATION**

## **NOTES TO THE ACCOUNTS**

for the year ended 31 DECEMBER 1995

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### **10 OPERATING LEASE COMMITMENTS**

Operating lease payments amounting to £18,256 (1994, £7,932) are due within one year. The leases to which these amounts relate expire as follows:

	1995 £	1994 £
Between one and five years	15,610	5,286
In five years or more	<u>2,646</u>	<u>2,646</u>
	<u>18,256</u>	<u>7,932</u>

### **11 ASSETS HELD AS TRUSTEE FOR LIVING SCHOOLS**

	1995 £	1994 £
Bermondsey St James	196,931	185,393
Richmond Holy Trinity	292,868	235,684
Waiworth St John	6,837	6,435
Cheam St Dunstons	45,215	25,989
Wimbledon	<u>6,114</u>	<u>2,696</u>
	<u>547,965</u>	<u>456,197</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 £73,231 (1994, £9,425).

### **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**

for the year ended 31 DECEMBER 1995

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**14 REVALUATION RESERVE**

£

At 1 January 1995 and 31 December 1995

1,217,782

**15 TAXATION**

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