
Community of the Resurrection Mirfield

**(A Company limited by guarantee
and not having a share capital)**

Financial Statements

◆ Year ended 30 April 1999 ◆



COMPANY NO: 247772
CHARITY REGISTRATION NUMBER: 232670

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COMMUNITY OF THE RESURRECTION

COMPANY INFORMATION

Directors	Peter George Allan Silvanus Graham Renwick Berry Zachary Russell Dunbar Brammer Alexander James Cox * Jonathan James McKenna Critchley (Bursar) Roy France Vincent Francis Richard Girling Antony Richard Charles Grant Clifford Green Benedict Humphrey Christian Green * John Gibson Gribben George Paul Alfred Guiver * Crispin Michael Burt Harrison Simon Jack Crawford Holden Christopher Richard Lowe Aidan Anthony Mayoss * William Nicol Eric Simmons Luke Philip Bellman Smith Nicolas Michael Stebbing Aelred Anthony Richard Peter Stubbs Dominic Robert Edward Whitnall Harry Abbott Williams * David Wilson * Ex officio Members of Finance Committee
Secretary	David Wilson
Registered office	The House of the Resurrection Mirfield West Yorkshire WF14 0BN
Company number	247772
Charity registration number	232670
Auditors	Robson Rhodes Chartered Accountants St George House 40 Great George Street Leeds LS1 3DQ

COMMUNITY OF THE RESURRECTION

COMPANY INFORMATION

continued

Bankers

Midland Bank plc
Market Place
Dewsbury
West Yorkshire

Central Board of Finance of the Church of England
St Alphage House
2 Fore Street
London EC2Y 5AQ

Investment brokers

Brewin Dolphin Bell Lawrie Limited
5 Giltspur Street
London EC1A 9BD

COMMUNITY OF THE RESURRECTION

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements for the year ended 30 April 1999.

Principal activity

The principal activity of the company is that of a religious community. The company is a non-profit making organisation. The company is a registered charity being incorporated as a company limited by guarantee and governed by its memorandum and articles of association.

Objectives of the Community

The objectives of the Community are set out in the company's memorandum and articles of association.

Review of the progress to achieve the objectives of the Community

The directors report that the Community continues to make satisfactory progress towards the achievement of its objectives. The Theological Centre, opened in 1997, based in the College buildings, continues its work and will be underwritten for a further period. The Directors have this enterprise currently under review. The complete refurbishment of the main College building is now finished and all are very happy with the final result.

Review of the transactions and financial position of the Community

The result for the year is set out on page 7.

The directors have not capitalised all the freehold land and buildings of the Community. Further details are provided in Note 5 to the financial statements.

Fixed assets

The movement in tangible fixed assets is set out in Note 5 to the financial statements.

The directors' opinion of the value of the freehold land and buildings is set out in Note 5 to the financial statements.

Directors

The directors at the date of this report are set out in page 1. All held office throughout the year except for William Benjamin Baynham who died on 14 June 1998.

See Note 12 for details of the directors interest in the share capital of the company.

REPORT OF THE DIRECTORS

continued

Directors' responsibilities

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 income and expenditure of the company for that period. In preparing these financial statements, the directors have:

- ◆ selected suitable accounting policies and applied them consistently;
- ◆ made judgements and estimates that are reasonable and prudent;
- ◆ followed applicable accounting standards; and
- ◆ prepared the accounts on the going concern basis.

The directors are responsible for keeping proper accounting records which 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 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Connected parties

The directors of the Community are all shareholders by guarantee. They are all also directors and shareholders by guarantee of the College of the Resurrection, a separate legal entity being a company limited by guarantee and not having a share capital.

Charitable donations

During the year the company made charitable donations and grants which amounted to £127,782 (1998: £97,455).

Year 2000

The directors have considered the exposure of the Community to any adverse impact arising from what has become known as the Year 2000 issue. The Community is not reliant upon computers in order to maintain its accounting records or for the furtherance of its objectives.

The directors have sought the assurance of their investment broker and bankers that they are or will be Year 2000 compliant.

Given the complexity of the Year 2000 problem, it is not possible for any organisation to guarantee that no Year 2000 problems will remain, because at least some level of failure may still occur. However the directors believe that the appropriate courses of action have been taken to minimise the risk to the Community of any Year 2000 problems.

COMMUNITY OF THE RESURRECTION

Auditors

The auditors, Robson Rhodes, are willing to continue in office, and a resolution to re-appoint them will be proposed at the forthcoming Annual General Meeting.

The report of the directors was approved by the Board on 6 July 1999 and signed on its behalf by:

Jonathan James McKenna Critchley

Jonathan James McKenna Critchley
Director

COMMUNITY OF THE RESURRECTION

REPORT OF THE AUDITORS TO THE MEMBERS OF THE COMMUNITY OF THE RESURRECTION

We have audited the financial statements set out on pages 7 to 17 which have been prepared on the basis of the accounting policies set out on pages 10 and 11.

Respective responsibilities of directors and auditors

As described on page 4 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 30 April 1999 and of its income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Robson Rhodes
Chartered Accountants and Registered Auditor

Leeds
6 July 1999

COMMUNITY OF THE RESURRECTION

INCOME AND EXPENDITURE ACCOUNT
for the year ended 30 April 1999

	Note	Unrestricted funds £	Restricted funds £	Total 1999 £	Total 1998 £
Income and expenditure					
Incoming resources					
Donations and receipts from guests		234,293	-	234,293	100,613
Income tax recoverable		48,465	1,942	50,407	56,052
Interest receivable	2	42,490	2,712	45,202	20,713
Income from investments (net)		105,021	7,979	113,000	135,838
Legacies received		65,788	-	65,788	404,816
Other sundry income		73,274	-	73,274	75,159
Dividend income from Brethren's investments (net)		111,132	-	111,132	95,360
Pensions		183,052	-	183,052	150,027
Total incoming resources		863,515	12,633	876,148	1,038,578
Resources expended					
Operating expenses		363,073	-	363,073	423,524
Staff wages and Social Security	4	237,913	-	237,913	206,158
Allotments and grants		120,071	7,711	127,782	97,455
Depreciation		44,017	-	44,017	18,904
Total resources expended		765,074	7,711	772,785	746,041
Net income for the year		98,441	4,922	103,363	292,537
Other recognised gains and losses					
Net realised gains on sale of investments		125,059	44,082	169,141	90,504
Net realised gains on sale of fixed assets					-
Net unrealised (losses)/gains on investment assets		(87,581)	(32,786)	(120,367)	290,711
Net movement in fund	11	135,919	16,218	152,137	673,752
Opening funds		4,751,512	290,078	5,041,590	4,367,838
Net movement in fund		135,919	16,218	152,137	673,752
Closing funds		4,887,431	306,296	5,193,727	5,041,590

There were no recognised gains or losses other than those reported above.

COMMUNITY OF THE RESURRECTION

**SUMMARY OF INCOME AND EXPENDITURE ACCOUNT
for the year ended 30 April 1999**

	1999	1998
	£	£
Total income of continuing operations	876,148	1,038,578
Total expenditure of continuing operations	<u>(772,785)</u>	<u>(746,041)</u>
Net income/(expenditure) before investment asset disposals	103,363	292,537
Gain on disposal of fixed asset investment	<u>169,141</u>	<u>90,504</u>
Net income for the year	<u><u>272,504</u></u>	<u><u>383,041</u></u>

The summary income and expenditure account is derived from the statement of financial activities on page 6, which together with the notes to the financial statements on pages 10 to 17 provides full information on the movements during the year on all the funds of the company.

COMMUNITY OF THE RESURRECTION

BALANCE SHEET at 30 April 1999

	Notes	1999 £	1998 £
Fixed assets			
Tangible fixed assets	5	1,765,923	565,937
Investments	6	3,012,447	3,152,740
		<u>4,778,370</u>	<u>3,718,677</u>
Current assets			
Stock	7	9,829	9,871
Debtors	8	41,676	135,295
Cash at bank and in hand		379,941	1,188,971
		<u>431,446</u>	<u>1,334,137</u>
Creditors: Amounts falling due within one year	9	<u>(15,869)</u>	<u>(11,004)</u>
Net current assets		<u>415,577</u>	<u>1,323,133</u>
Total assets less current liabilities		5,193,947	5,041,810
Creditors: Amounts falling due after one year	10	<u>(220)</u>	<u>(220)</u>
Net assets		<u>5,193,727</u>	<u>5,041,590</u>
Represented by:			
Reserves	11		
Unrestricted funds:			
Joint Fund		3,485,916	3,409,388
General Fund		92,723	49,169
Hemingford Grey Capital Fund		547,649	559,057
Hemingford Grey Household Fund		4,936	3,858
Mirfield Publications		35,290	30,454
SAFE		387,910	382,224
Designated fund for grant allotments		300,000	250,000
Mirfield Centre		32,054	66,354
London Priory		953	1,008
Restricted funds:			
Archdeacon F W Goodman Scholarship Fund		274,220	259,538
Archdeacon F W Goodman Bequest Fund		<u>32,076</u>	<u>30,540</u>
		<u>5,193,727</u>	<u>5,041,590</u>

These financial statements were approved by the Board on 6 July 1999 and signed on its behalf by:



Crispin Michael Burt Harrison
Director

1 ACCOUNTING POLICIES

Basis of accounting

The financial statements are prepared in accordance with applicable Accounting Standards and in accordance with the historical cost convention except as modified for the revaluation of investments (see below). As the company does not trade for profit, the directors have taken advantage of S262 of the Companies Act 1985 and have prepared an income and expenditure account instead of a profit and loss account.

Tangible fixed assets

Tangible fixed assets are capitalised based on invoice cost. The Community has not capitalised certain of its freehold land and buildings which it has owned for several years and which are held purely to enable the objectives of the Community to be achieved. Further details are provided in Note 5.

Depreciation

Depreciation is provided on the cost of tangible fixed assets to write them down to their estimated residual values over their expected useful lives. No depreciation is provided on freehold land. The rates adopted for the depreciation are as follows:

Freehold buildings	2% (straight line on cost)
Long leasehold buildings	2% (straight line on cost)
Fixtures and fittings	5% to 15% (straight line on cost)

Investments

Investments are stated at the market value as required by Accounting by Charities - SORP2. Realised and unrealised gains on investments are accounted for separately in the income and expenditure account.

Stocks

Stock is valued at the lower of cost and estimated net realisable value. Cost is determined by reference to retail selling price. Net realisable value is based on the estimated sales price after allowing for all further costs of disposal.

Taxation

The company is exempt from taxation.

COMMUNITY OF THE RESURRECTION
NOTES TO THE FINANCIAL STATEMENT
30 APRIL 1999

1 ACCOUNTING POLICIES continued

Pensions

The Community provides discretionary pensions for certain of its employees who have been employed for 20 years or more. Such pensions are non contributory. A fund has been set aside within the Joint Fund to cover future pension obligations. In the event of this fund being insufficient to meet such obligations amounts would be made available from other funds to cover any liabilities.

Donations and legacies

Donations and legacies are accounted for on a received basis.

Grants payable

The Community makes discretionary grants which are accounted for on a paid basis.

2 INTEREST RECEIVABLE

	1999	1998
	£	£
Central Board of Finance of the Church of England	25,188	13,512
Other	20,188	7,201
	<u>45,202</u>	<u>20,713</u>

3 SURPLUS FOR THE YEAR

The surplus for the year is stated after charging:

	1999	1998
	£	£
Depreciation	44,017	18,904
Auditors' remuneration	<u>5,000</u>	<u>3,900</u>

COMMUNITY OF THE RESURRECTION
NOTES TO THE FINANCIAL STATEMENT
30 APRIL 1999

4 EMPLOYEES

The average number of employees (including directors) employed by the company:

	1999 Number	1998 Number
Brethren all of whom are directors	24	25
Administration and domestic support staff	23	21
	<u>47</u>	<u>46</u>

Costs in respect of administration and domestic support staff were:

	1999 £	1998 £
Wages and salaries	223,710	194,488
Pensions	2,393	2,611
Social Security costs	11,810	9,059
	<u>237,913</u>	<u>206,158</u>

None of the directors received any emoluments from the company.

5 TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Long leasehold land and buildings £	Fixtures and fittings £	Total £
Cost				
Balance as at 1 May 1998	-	591,894	94,711	686,605
Additions during the year	1,237,184	1,928	4,891	1,244,003
Balance as at 30 April 1999	<u>1,237,184</u>	<u>593,822</u>	<u>99,602</u>	<u>1,930,608</u>
Depreciation				
Balance as at 1 May 1998	-	57,679	62,989	120,668
Charge for year	24,744	11,876	7,397	44,017
Balance as at 30 April 1999	<u>24,744</u>	<u>69,555</u>	<u>70,386</u>	<u>164,685</u>
Net book values				
At 30 April 1999	<u>1,212,440</u>	<u>524,267</u>	<u>29,216</u>	<u>1,765,923</u>
At 30 April 1998	<u>-</u>	<u>534,215</u>	<u>31,722</u>	<u>565,937</u>

COMMUNITY OF THE RESURRECTION
NOTES TO THE FINANCIAL STATEMENT
30 APRIL 1999

5 TANGIBLE FIXED ASSETS continued

It is the policy of the company to capitalise all expenditure on fixed assets at purchase cost or at probate value if the fixed asset was received by way of a legacy. When this policy was adopted the following freehold land and buildings were not capitalised:

(a) House of the Resurrection, Hall Croft Estate, Mirfield

This property which was acquired in 1902 comprises the House of the Resurrection, staff house, retreat house, chapel, college buildings, secretary's house, two lodges, a quarry and approximately 19 acres of freehold land.

(b) St Francis House, Hemingford Grey

This property was given as a gift to the Community in 1950 and comprises a retreat house, staff buildings and approximately two acres of freehold land.

The directors have not obtained a market value for these uncapitalised fixed assets. These uncapitalised fixed assets are, in the opinion of the directors, of a unique composition for which there is no readily available continuing use market value. There is no intention by the directors to dispose of any part of these uncapitalised fixed assets as they are owned to enable the Community to achieve its religious and charitable objectives.

The directors consider the market value of the capitalised freehold land and buildings to be comparable to the book value.

As stated above a market value for the uncapitalised freehold land and buildings has not been obtained. However, the directors have insured the freehold buildings for the following amounts, which they consider provides an indication of the value of the properties. A valuation for the freehold land is not available.

	£
The House of the Resurrection	6,455,596
The Church of the House of the Resurrection	5,050,000
The College buildings at the House of the Resurrection	4,230,000
St Francis House	1,326,783
	<u>17,062,379</u>

6 INVESTMENTS

	Quoted investments £	Other investments £	Total £
Market value at 1 May 1998	3,152,603	137	3,152,740
Additions	346,164	-	346,164
Disposals	(366,090)	-	(366,090)
Net unrealised investment gain	(120,367)	-	(120,367)
Market value at 30 April 1999	<u>3,012,310</u>	<u>137</u>	<u>3,012,447</u>
Historical cost	<u>2,262,402</u>	<u>137</u>	<u>2,262,539</u>

COMMUNITY OF THE RESURRECTION
NOTES TO THE FINANCIAL STATEMENT
30 APRIL 1999

7 STOCK

	1999	1998
	£	£
Goods for resale	<u>9,829</u>	<u>9,871</u>

The replacement cost of the above stocks would not be significantly different from the values stated.

8 DEBTORS

	1999	1998
	£	£
Other debtors amounts due within one year	38,776	130,595
Other debtors amount due after more than one year	<u>2,900</u>	<u>4,700</u>
	<u>41,676</u>	<u>135,295</u>

**9 CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	1999	1998
	£	£
Other creditors	<u>15,869</u>	<u>11,004</u>

**10 CREDITORS: AMOUNTS FALLING
DUE AFTER ONE YEAR**

	1999	1998
	£	£
Personal trusts	<u>220</u>	<u>220</u>

COMMUNITY OF THE RESURRECTION
NOTES TO THE FINANCIAL STATEMENT
30 APRIL 1999

11 RESERVES

	Balance at 01.05.98 £	Surplus on income and expenditure account £	Balance at 30.04.99 £
Unrestricted funds			
Designated funds:			
Grants fund	2,623,335	41,419	2,664,754
Staff pensions	75,000	60,000	135,000
Maintenance	650,000	-	650,000
College improvements	50,000	(50,000)	-
Church improvements	11,053	10,000	21,053
Computers	-	15,109	15,109
Joint fund	3,409,388	76,528	3,485,916
General fund	49,169	43,554	92,723
Capital fund	454,224	(11,408)	442,816
Maintenance fund	104,833	-	104,833
Hemingford Grey Capital Fund	559,057	(11,408)	547,649
Hemingford Grey Household Fund	3,858	1,078	4,936
Mirfield Publications	30,454	4,836	35,290
Grants fund	35,857	(508)	35,349
Capital fund	346,367	6,194	352,561
SAFE fund	382,224	5,686	387,910
Designated fund for grant allotments	250,000	50,000	300,000
Mirfield Centre	66,354	(34,300)	32,054
London Priory	1,008	(55)	953
Restricted funds:			
Capital account	106,586	7,122	113,708
Accumulations account	152,952	7,560	160,512
Archdeacon F W Goodman Scholarship Fund	259,538	14,682	274,220
Archdeacon F W Goodman Bequest Fund	30,540	1,536	32,076
Total funds	5,041,590	152,137	5,193,727

11 RESERVES continued

Unrestricted Funds

The Joint Fund

The Joint Fund is the principal fund of the Community. The income produced by the fund is used for charitable grants and donations and to cover capital projects at the House of the Resurrection at Mirfield. It also provides a grant to the General Fund.

The General Fund

The General Fund is used for the running expenses of the House of the Resurrection at Mirfield.

The Hemingford Grey Funds

The Capital Fund is maintained for capital projects at the retreat house at Hemingford Grey. The Household Fund is used for the running expenses of the retreat house at Hemingford Grey.

Mirfield Publications

This fund reflects the operation of the bookstall at Mirfield.

The SAFE Fund

The income from this fund is used to support the education of disadvantaged South Africans in the United Kingdom and South Africa.

Mirfield Centre

This fund is to cover the running expenses of a theological centre at Mirfield.

London Priory

This fund is used for the running expenses of the London House.

Restricted Funds:

The Archdeacon Goodman Funds

These funds are restricted for the use of training doctors to become clergymen or for the training of clergymen to become doctors. If there are no applicants for scholarship the income can be used to support certain overseas ventures. If no applications arise after a given period of time, the fund has to be used to support a canonry in Worcester Cathedral.

COMMUNITY OF THE RESURRECTION
NOTES TO THE FINANCIAL STATEMENT
30 APRIL 1999

12 SHARE CAPITAL

The company has no share capital but every member of the Community undertakes to contribute to the assets of the Community in the event of the same being wound up to a limit not exceeding £1.

13 FINANCIAL COMMITMENTS

Capital expenditure commitments were as follows:

	1999	1998
	£	£
Contracted for, but not provided in the financial statements	-	-

The annual commitment under operating leases is as follows:

	1999	1998
	£	£
Leases expiring after five years:		
Long leasehold property ground rent	750	750