
Community of the Resurrection Mirfield

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

Financial Statements

◆ *Year ended 30 April 1998* ◆



COMPANY NO: 247772
CHARITY REGISTRATION NUMBER: 232670

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COMPANY INFORMATION

Directors	*	Peter George Allan William Benjamin Baynham 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
	*	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

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

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements for the year ended 30 April 1998.

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 last year, based in the College buildings, has started well and will continue to be underwritten for a further period. The Community has also undertaken the complete refurbishment of the main College building. This work is currently in progress.

Review of the transactions and financial position of the Community

The result for the year is set out on page 6.

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 Damian David John Shirley Garwood who died on 31 August 1997.

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 £97,455 (1997: £128,556).

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 7 July 1998 and signed on its behalf by:



Jonathan James McKenna Critchley
Director

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

We have audited the financial statements set out on pages 6 to 16 which have been prepared on the basis of the accounting policies set out on pages 9 and 10.

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.

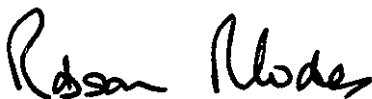
Basis of opinion

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 1998 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
7 July 1998

INCOME AND EXPENDITURE ACCOUNT
for the year ended 30 April 1998

	Note	Unrestricted funds £	Restricted funds £	Total 1998 £	Total 1997 £
Income and expenditure					
Incoming resources					
Donations and receipts from guests		100,613	-	100,613	103,408
Income tax recoverable		53,655	2,397	56,052	58,750
Interest receivable	2	18,609	2,104	20,713	9,132
Income from investments (net)		126,665	9,173	135,838	156,035
Legacies received		404,816	-	404,816	33,151
Other sundry income		75,159	-	75,159	47,382
Dividend income from Brethren's investments (net)		95,360	-	95,360	89,339
Pensions		150,027	-	150,027	128,365
Total incoming resources		1,024,904	13,674	1,038,578	625,562
Resources expended					
Operating expenses		415,871	7,653	423,524	327,622
Staff wages and Social Security	4	206,158	-	206,158	176,389
Allotments and grants		97,455	-	97,455	128,556
Depreciation		18,904	-	18,904	18,580
Total resources expended		738,388	7,653	746,041	651,147
Net income/(expenditure) for the year		286,516	6,021	292,537	(25,585)
Other recognised gains and losses					
Net realised gains on sale of investments		83,555	6,949	90,504	52,876
Net realised gains on sale of fixed assets		-	-	-	27,185
Net unrealised gains/(losses) on investment assets		261,280	29,431	290,711	(28,552)
Net movement in fund	11	631,351	42,401	673,752	25,924
Opening funds		4,120,161	247,677	4,367,838	4,341,914
Net movement in fund		631,351	42,401	673,752	25,924
Closing funds		4,751,512	290,078	5,041,590	4,367,838

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

SUMMARY OF INCOME AND EXPENDITURE ACCOUNT
for the year ended 30 April 1998

	1998	1997
	£	£
Total income of continuing operations	1,038,578	625,562
Total expenditure of continuing operations	<u>(746,041)</u>	<u>(651,147)</u>
Net income/(expenditure) before investment asset disposals	292,537	(25,585)
Gain on disposal of fixed asset investment	<u>90,504</u>	<u>80,061</u>
Net income for the year	<u><u>383,041</u></u>	<u><u>54,476</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 9 to 16 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 1998

	Notes	1998 £	1997 £
Fixed assets			
Tangible fixed assets	5	565,937	569,155
Investments	6	3,152,740	3,373,129
		<u>3,718,677</u>	<u>3,942,284</u>
Current assets			
Stock	7	9,871	10,636
Debtors	8	135,295	51,570
Cash at bank and in hand		1,188,971	379,147
		<u>1,334,137</u>	<u>441,353</u>
Creditors: Amounts falling due within one year	9	<u>(11,004)</u>	<u>(7,758)</u>
Net current assets		<u>1,323,133</u>	<u>433,595</u>
Total assets less current liabilities		5,041,810	4,375,879
Creditors: Amounts falling due after one year	10	<u>(220)</u>	<u>(8,041)</u>
Net assets		<u><u>5,041,590</u></u>	<u><u>4,367,838</u></u>
Represented by:			
Reserves	11		
Unrestricted funds:			
Joint Fund		3,409,388	2,913,300
General Fund		49,169	56,173
Hemingford Grey Capital Fund		559,057	492,914
Hemingford Grey Household Fund		3,858	794
Mirfield Publications		30,454	32,971
SAFE		382,224	327,148
Designated fund for grant allotments		250,000	250,000
Mirfield Centre		66,354	46,106
London Priory		1,008	755
Restricted funds:			
Archdeacon F W Goodman Scholarship Fund		259,538	220,772
Archdeacon F W Goodman Bequest Fund		<u>30,540</u>	<u>26,905</u>
		<u><u>5,041,590</u></u>	<u><u>4,367,838</u></u>

These financial statements were approved by the Board on 7 July 1998 and signed on its behalf by:

Crispin Michael Burt Harrison

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.

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

	1998	1997
	£	£
Central Board of Finance of the Church of England	13,512	9,028
Other	7,201	104
	<u>20,713</u>	<u>9,132</u>

3 SURPLUS FOR THE YEAR

The surplus for the year is stated after charging:

	1998	1997
	£	£
Depreciation	18,904	18,580
Auditors' remuneration	3,900	2,750
	<u>22,804</u>	<u>21,330</u>

4 EMPLOYEES

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

	1998 Number	1997 Number
Brethren all of whom are directors	25	25
Administration and domestic support staff	21	20
	<u>46</u>	<u>45</u>

Costs in respect of administration and domestic support staff were:

	1998 £	1997 £
Wages and salaries	194,488	166,270
Pensions	2,611	2,617
Social Security costs	9,059	7,502
	<u>206,158</u>	<u>176,389</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 1997	-	576,208	94,711	670,919
Additions during the year	-	15,686	-	15,686
Balance as at 30 April 1998	-	591,894	94,711	686,605
Depreciation				
Balance as at 1 May 1997	-	45,841	55,923	101,764
Charge for year	-	11,838	7,066	18,904
Balance as at 30 April 1998	-	57,679	62,989	120,668
Net book values				
At 30 April 1998	-	534,215	31,722	565,937
At 30 April 1997	-	530,367	38,788	569,155

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	4,163,390
St Francis House	1,326,783
	<u>16,995,769</u>

6 INVESTMENTS

	Quoted investments £	Other investments £	Total £
Market value at 1 May 1997	3,372,992	137	3,373,129
Additions	1,794,002	-	1,794,002
Disposals	(2,305,102)	-	(2,305,102)
Net unrealised investment gain	290,711	-	290,711
Market value at 30 April 1998	<u>3,152,603</u>	<u>137</u>	<u>3,152,740</u>
Historical cost	<u>2,262,402</u>	<u>137</u>	<u>2,262,539</u>

7 STOCK

	1998 £	1997 £
Goods for resale	<u>9,871</u>	<u>10,636</u>

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

8 DEBTORS

	1998 £	1997 £
Other debtors amounts due within one year	130,595	45,070
Other debtors amount due after more than one year	<u>4,700</u>	<u>6,500</u>
	<u>135,295</u>	<u>51,570</u>

9 CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	1998 £	1997 £
Other creditors	<u>11,044</u>	<u>7,758</u>

10 CREDITORS: AMOUNTS FALLING
DUE AFTER ONE YEAR

	1998 £	1997 £
Personal trusts	<u>220</u>	<u>8,041</u>

11 RESERVES

	Balance at 01.05.97 £	Surplus on income and expenditure account £	Balance at 30.04.98 £
Unrestricted funds			
Designated funds:			
Grants fund	2,137,247	486,088	2,623,335
Staff pensions	75,000	-	75,000
Maintenance	650,000	-	650,000
College improvements	50,000	-	50,000
Church improvements	1,053	10,000	11,053
Joint fund	2,913,300	496,088	3,409,388
General fund	56,173	(7,004)	49,169
Capital fund	388,081	66,143	454,224
Maintenance fund	104,833	-	104,833
Hemingford Grey Capital Fund	492,914	66,143	559,057
Hemingford Grey Household Fund	794	3,064	3,858
Mirfield Publications	32,971	(2,517)	30,454
Grants fund	33,794	2,063	35,857
Capital fund	293,354	53,013	346,367
SAFE fund	327,148	55,076	382,224
Designated fund for grant allotments	250,000	-	250,000
Mirfield Centre	46,106	20,248	66,354
London Priory	755	253	1,008
Restricted funds:			
Capital account	96,550	10,036	106,586
Accumulations account	124,222	28,730	152,952
Archdeacon F W Goodman Scholarship Fund	220,772	38,766	259,538
Archdeacon F W Goodman Bequest Fund	26,905	3,635	30,540
Total funds	4,367,838	673,752	5,041,590

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.

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:

	1998	1997
	£	£
Contracted for, but not provided in the financial statements	-	-

The annual commitment under operating leases is as follows:

	1998	1997
	£	£
Leases expiring after five years:		
Long leasehold property ground rent	750	750