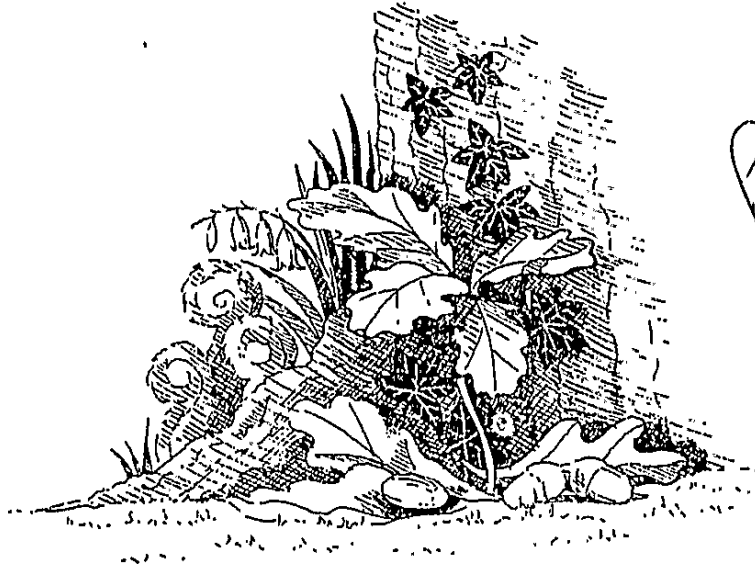


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MACINTYRE ANNUAL ACCOUNTS 1985



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*A Purposeful Life for
Mentally Handicapped Children
and Adults*

MACINTYRE SCHOOLS LIMITED

REPORT OF THE BOARD OF GOVERNORS
Year ended 31st December 1985

MEMBERS OF THE BOARD

The following were governors of the company during the year.

D. Berriman	Chairman
T. Crosby	Vice-Chairman
R. Cox-Johnson	
G.H. Neal	
D. Yelland	
His Honour Judge J.S.R. Abdela TD. QC.	(Appointed 23rd October 1985)
Countess A. Mapelli-Mozzi	(Appointed 30th December 1985)

The governors are members of the company under paragraph 6 of the Memorandum of Association. All members are liable to contribute up to £5 each towards the debts of the company in the event of it being wound up.

ACTIVITIES

The main activity of the company continues to be the establishment of residential and day care provision for mentally handicapped children and adults, the formation and running of schools, communities and houses, and the collection of funds for this purpose. The Old Manor House at Wingrave now accommodates 43 children and young people, Westoning Manor provides for 84 adults, and Tall Trees at Shipton has its first 6 young adults.

DEVELOPMENTS

During 1985 ten residents moved into the new Phil Mead House at Westoning. The use of the classrooms and workshop was reorganised to allow for two special-needs groups, an increasing range of craft occupations, and a revised further education curriculum. An additional glass house and polytunnel have increased the horticultural productivity.

At Wingrave we started the third phase of the major redevelopment and have almost completed a new kitchen and dining room - cum - hall. New car parks, hard-surfaced play area, and lighted footpaths provide the infrastructure from which to expand in future years.

At Shipton-under-Wychwood in Oxfordshire we have established a small group home with therapy and education facilities for six severely handicapped young adults who mainly have lived in long stay large institutions. We have commenced a programme to accommodate three further residents and provide improved day-care resources.

Towards the end of the year we agreed to establish and manage a highly specialised child development unit at Womaston in Powys. The property is owned by a charitable foundation and will be leased to MacIntyre on a peppercorn rent. When building work is completed this unit will provide care, education and therapy for fifteen disturbed and mentally handicapped children who require short or long-term residential intervention.

Throughout the year we have proceeded with plans to develop a sheltered housing and occupation complex at Great Holm in Milton Keynes.

MACINTYRE SCHOOLS LIMITED

REPORT OF THE BOARD OF GOVERNORS (CONTINUED)
Year ended 31st December 1985

We have also commenced the clearance of the site at Mottingham in South London where we intend to establish a day-care and sheltered workshop scheme in partnership with the local Health Authority.

All the development costs of these projects, and the start-up costs for Tall Trees, have been met from our capital funds.

Our senior staff have continually been called upon to give advice and counsel to many handicapped families, the local authorities, and to other agencies concerned with mentally handicapped people.

STATE OF AFFAIRS

The results for the year are set out in the accounts, which follow. These show a confident financial position. By far the greatest part of the board fee income is from Local Authority or Department of Health and Social Security payments in support of residents. The shortfall of £6,259 (1984 £2,972) for the year before taking account of donations, shows careful budget control. The shortfall is attributable to interest paid on bank overdrafts caused by the late receipt of board fee income from statutory agencies. During the year allowable expenditure has been closely correlated with current occupancy. We are proud that the high quality of our service has been maintained and we have achieved some moderate growth to meet the needs of our increasingly handicapped residents.

Ridgeway Court,
Grovebury Road,
Leighton Buzzard,
Bedfordshire.

19th February 1986

By Order of the Board

D. BERRIMAN

Chairman

MACINTYRE SCHOOLS LIMITED

BALANCE SHEET
31st December 1985

	Notes	1985	1984
		£	£
FIXED ASSETS	1		
TANGIBLE ASSETS			
Freehold property		1,536,163	1,460,499
Furniture and equipment		147,794	94,065
		<u>1,683,957</u>	<u>1,554,564</u>
INTANGIBLE ASSETS			
Project development		75,555	23,647
		<u>1,759,512</u>	<u>1,578,211</u>
CURRENT ASSETS			
Debtors		106,530	66,012
Prepayments		37,638	31,254
Cash in hand		1,250	850
Cash at bank		21,405	25,160
		<u>166,823</u>	<u>123,276</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			
Bank loans and overdrafts		90,497	51,137
Creditors		97,942	101,310
Taxation and social security		59,249	24,972
Hire purchase		-	320
Fees received in advance		-	125,201
Accruals		5,597	16,619
		<u>253,285</u>	<u>319,559</u>
Net current liabilities		(86,462)	(196,283)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,673,050</u>	<u>1,381,928</u>
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	3		
Advances secured		51,500	51,500
Less: premium on policy		12,722	11,074
		<u>38,778</u>	<u>40,426</u>
		<u>£1,634,272</u>	<u>£1,341,502</u>
CAPITAL AND RESERVES			
Designated funds	8	125,378	141,158
General fund		1,508,894	1,200,344
		<u>£1,634,272</u>	<u>£1,341,502</u>

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These accounts were approved by the Board of Governors on 19th February 1986.

MACINTYRE SCHOOLS LIMITED

REVENUE ACCOUNT

Year ended 31st December 1985

		1985	1984
	NOTES	£	£
BOARD FEE INCOME	4	1,380,338	1,103,300
DOMESTIC EXPENSES		<u>1,375,293</u>	<u>1,102,429</u>
		5,045	871
INTEREST RECEIVABLE		3,163	2,915
INTEREST PAYABLE		<u>22,655</u>	<u>15,406</u>
		(19,492)	(12,491)
		(14,447)	(11,620)
OTHER INCOME			
Donations and grants	4	<u>469,221</u>	<u>347,578</u>
Related expenses			
Information, research and advice		48,868	58,590
Direct fund raising costs		<u>67,446</u>	<u>79,236</u>
		116,314	137,826
		<u>352,907</u>	<u>209,752</u>
Less: contribution to board fee income		<u>45,690</u>	<u>15,000</u>
		307,217	194,752
OPERATING SURPLUS ON ORDINARY ACTIVITIES FOR THE FINANCIAL YEAR	5	292,770	183,132
TRANSFER FROM/(TO) DESIGNATED FUNDS	8	<u>15,780</u>	<u>(108,945)</u>
		308,550	74,187
GENERAL FUND BROUGHT FORWARD		1,200,344	1,023,342
PRIOR YEAR ADJUSTMENT		-	102,815
AS RESTATED		<u>1,200,344</u>	<u>1,126,157</u>
GENERAL FUND CARRIED FORWARD		<u>£1,508,894</u>	<u>£1,200,344</u>

Year ended 31st December 1985

ACCOUNTING POLICIES

a) ACCOUNTING CONVENTION:

The accounts are prepared under the historical cost convention.

b) DESIGNATED FUNDS:

All donations and grants which were received on condition that they are expended on certain specified capital projects are transferred, after deducting an estimate of related fundraising costs, to Designated Funds and shown as such on the Balance Sheet. On completion of a project the total of that Fund is transferred to General Fund.

Donations and grants which are received on condition that they are spent on other specified capital projects continue to be retained in the General Fund. The whole of the General Fund is not therefore available for unrestricted use.

c) CAPITAL EXPENDITURE:

Renewals and replacements of furniture and equipment for existing facilities are written off to revenue in the year in which the expenditure is incurred. Furniture and equipment acquired to provide additional facilities is capitalised.

Motor vehicles are charged to income when the expenditure is incurred. Depreciation is not provided on freehold property or furniture and equipment.

d) DONATIONS

Donations and grants are credited to Revenue when they are received. Items of furniture and equipment donated to the company are valued by the governors at estimated market value and included in the Revenue Account as donations received. This value is either capitalised or written off in accordance with the accounting policies set out above.

NOTES TO THE ACCOUNTS

1. FIXED ASSETS

TANGIBLE ASSETS	Freehold Property £	Furniture and Equipment £	Total £
Cost			
At 1st January 1985	1,460,499	94,065	1,554,564
Additions	75,664	53,729	129,393
At 31st December			
1985	<u>£1,536,163</u>	<u>£147,794</u>	<u>£1,683,957</u>

INTANGIBLE ASSETS

Project development relates to preliminary expenditure on feasibility and design work on three new residential homes. At the balance sheet date the company did not have formal title to these properties.

2. TAXATION

The company is registered as a charity and is therefore not liable to Corporation Tax or Income Tax.

NOTES TO THE ACCOUNTS (CONTINUED)

Year ended 31st December 1985

3. CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR

Advances

£30,000 is repayable in 1996 by a life assurance policy which matures on 9th September 1996. Interest is payable at 10% per annum.

£21,500 is repayable in 2007 by a life assurance policy which matures on 5th July 2007. Interest is payable at 12½% per annum.

The advances are secured on one of the company's freehold properties.

4. INCOME

Income for the year represents fees invoiced to local authorities within the United Kingdom and contributions receivable from the Department of Health and Social Security. Donations received are shown separately.

An analysis of income by type is given below:

	1985	1984
	£	£
Board fee income	£1,380,338	£1,103,300
Donations	£469,221	£229,791
Grants towards capital expenditure	-	£117,787

5. OPERATING SURPLUS ON ORDINARY ACTIVITIES

1985	1984
£	£

Operating surplus is stated after charging:

Domestic expenses:

Auditors' remuneration	3,500	2,500
Leasing of equipment and vehicles	38,543	24,701
Other expenses	1,333,250	1,075,228
	<u>£1,375,293</u>	<u>£1,102,429</u>

Interest payable:

Bank overdraft and loans	16,903	9,432
Hire purchase	64	326
Loans repayable after five years	5,688	5,648
	<u>£ 22,655</u>	<u>£15,406</u>

6. EMPLOYEES

1985	1984
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The average weekly number of employees during the year was made up as follows:

Office and management	11	13
Teaching, care and maintenance	163	137
	<u>174</u>	<u>150</u>

MACINTYRE SCHOOLS LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)
Year ended 31st December 1985

6. EMPLOYEES (CONTINUED)

	1985 £	1984 £
Staff costs during the year amounted to:		
Wages and salaries	962,780	770,356
Social security costs	91,103	74,018
Other pension costs	8,428	4,289
	<u>£1,062,311</u>	<u>£848,663</u>

7. CAPITAL COMMITMENTS

	1985	1984
Authorised and contracted	£ 15,800	-
Authorised but not contracted	-	£127,000

No provision has been made in the financial statements for capital commitments.

8. DESIGNATED FUNDS

	1985 £	1984 £
Balance at 1st January 1985	141,158	32,213
Movement in the year:		
Donations and grants received	166,696	148,945
Related expenses	30,000	40,000
	<u>136,696</u>	<u>108,945</u>
Completed projects	152,476	-
	<u>(15,780)</u>	<u>108,945</u>
Balance at 31st December 1985	<u>£125,378</u>	<u>£141,158</u>

MACINTYRE SCHOOLS LIMITED

MOVEMENT OF FUNDS STATEMENT
Year ended 31st December 1985

	1985	1984
	£	£
SOURCE OF FUNDS		
Surplus of funds for the year	292,770	183,132
TOTAL GENERATED FROM OPERATIONS	292,770	183,132
APPLICATION OF FUNDS		
Expenditure on fixed assets	181,301	260,511
Premiums paid on endowment policy	1,648	1,647
	182,949	262,158
INCREASE/(DECREASE) IN FUNDS	£109,821	£(79,026)
PROVIDED FROM:		
Debtors and prepaid expenses	Increase 46,902	8,601
Fees received in advance	Decrease/(Increase) 125,201	(125,201)
Creditors and accrued charges	(Increase) (19,887)	(9,113)
Hire purchase	Decrease 320	1,920
	152,536	(123,793)
Movement of funds:		
Bank and cash balances	(Decrease)/Increase (42,715)	44,767
	£109,821	£(79,026)

AUDITORS' REPORT TO THE MEMBERS OF MACINTYRE SCHOOLS LIMITED

We have audited the financial statements on pages 3 to 8 in accordance with approved Auditing Standards.

Fixed assets included in the accounts at a book value of £1,683,957 comprising freehold property, equipment and furniture have not been depreciated. The company has therefore not complied with Statement of Standard Accounting Practice No. 12.

Except for failure to provide depreciation as described above in our opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of affairs of the company at 31st December 1985 and of the results and movement of funds for the year then ended and comply with the Companies Act 1985.

Equipoise House
Grove Place
Bedford

19th February 1986

MacIntyre Hudson

Chartered Accountants