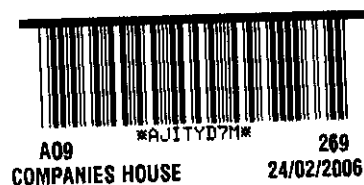


THE STOCKWELL CENTRE (COLCHESTER) LIMITED
(A Company Limited by Guarantee)

**ANNUAL REPORT
AND FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 30 SEPTEMBER 2005

Charity Number: 291433
Company Number: 1449394



THE STOCKWELL CENTRE (COLCHESTER) LIMITED
(A Company Limited by Guarantee)

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LEGAL AND ADMINISTRATIVE DETAILS
AS AT 30 SEPTEMBER 2005

Registered Numbers: Charity 291433
Company 1449394

Members of the Council: C Basker
Dr P A Hills Ph.D
C Horsnell
R A Jacklin
Mrs P E Jones
Dr R Woodd-Walker

Company Secretary: Mrs M Hall

Registered Office: 44 East Stockwell Street
Colchester
CO1 1SR

Reporting Accountant: John Woodman
Chartered Accountant
3 Cadman House
off Peartree Road
Colchester CO3 0NW

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REPORT OF THE COUNCIL OF MANAGEMENT

The Members of the Council present their twenty first annual report together with the unaudited financial statements for the year ended 30 September 2005 and incorporating the legal and administrative details on Page 1.

Status and governing document

The charity was incorporated as a company limited by guarantee on 19 September 1979 and granted charitable status by the Charity Commission on 2 May 1985. Its governing document is its Memorandum and Articles of Association.

Principal activity

The company is concerned with the administration of The Stockwell Centre, which provides consultation and treatment for patients suffering from psychological or emotional disorders, and educational courses in psychodynamic principles and their application in professional practice. The provision of the premises has enabled some 5,702 contact hours by the professionals working through The Stockwell Centre during the year to 30 September 2005 (2004: 4,485); the group room was used as such on a weekly basis.

Future developments

Modifications to the premises to comply with the requirements of the Disability Discrimination Act are being planned. The long term desire remains to raise capital to enable the indebtedness of the Centre to be reduced, specifically a reduction in mortgage repayments is sought; and also to build up the funds for bursaries.

Members of the Council

The Members of the Council throughout the year to 30 September 2005 were as follows:-

C Basker	(appointed 21 February 2005)
Miss J I Fulford	(retired 21 February 2005)
Dr P A Hills Ph.D	
C Horsnell	(appointed 21 February 2005)
R A Jacklin	
Mrs P E Jones	
Dr R Woodd-Walker	

Financial results

For the year to 30 September 2005, the charity's unrestricted income exceeded expenditure by £9,453 (2004: £11,035) before the charge of £5,245 (2004: £4,412) mortgage interest. Net income of £1,000 was transferred to the Centre Bursary Fund and the remaining £3,208 (2004: £6,623) was transferred to the income and expenditure account. The mortgage was re-negotiated in the year, releasing £10,360 working capital, and the £2,427 net reduction caused by monthly payments was again covered by the net income retained. £4,632 of this increase in working capital was used to repay the private loans referred to in Note 7.

Statement of financial activities

The statement of financial activities shown on Page 5 sets out the incoming and outgoing resources for the year. The council welcomes the continuing commitment of Colchester Catalyst Charity in enhancing the Bursary Fund capacity, within the restricted funds.

A further increase in room usage helped fund a large programme of refurbishment and re-equipping in the Centre.

The financial statements do not include an evaluation of the voluntary contribution made to the running of the Stockwell Centre by its members. The Council of Management recognise and appreciate this contribution of their time.

REPORT OF THE COUNCIL OF MANAGEMENT - continued

Fixed assets

The movements in fixed assets during the year are reflected in Note 3 on Page 7 and comprise upgrading of furnishings and office equipments.

Reserves

The balance on unrestricted funds at 30 September 2005 totals £90,975 (2004: £87,767). After the re-mortgage exercise, the company's equity in the freehold property amounts to £77,354 (2004: 85,287) on balance sheet values, and the company carries free reserves at 30 September 2005 of £13,621 (2004: £2,480). This improvement is welcomed by the Council of Management whose policy is only to carry free reserves for the purpose of funding working capital; these now represent 15.0 weeks of unrestricted fund expenditure, including servicing the mortgage (2004: 3.3 weeks).

Statement of responsibilities

Company law requires the Members of the Council to prepare financial statements for each financial year which give a true and fair view of the state of the company's affairs and of the result for the year.

In preparing those financial statements, the Members of the Council are required to:-

- * select suitable accounting policies and 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 that the company will continue in business.

The Members of the Council 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.*
- * safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Council of Management



R A Jacklin
December 2005

ACCOUNTANT'S REPORT ON THE UNAUDITED ACCOUNTS

I report on the financial statements for the year ended 30 September 2005 set out on Pages 5 to 9.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANT

As described on Page 3, the Members of the Council are responsible for the preparation of the financial statements. They consider that the Company is exempt from an audit. It is my responsibility to carry out procedures designed to enable me to report my opinion.

BASIS OF OPINION

My work was conducted in accordance with the Statement of Standards for Reporting Accountants and so my procedures consisted of comparing the financial statements with the accounting records kept by the Company and making such limited enquiries of the officers of the Company as I considered necessary for the purpose of this report. These procedures provide only the assurance expressed in my opinion.

OPINION

In my opinion:-

- (a) the financial statements are in agreement with the accounting records kept by the Company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
 - (ii) The Company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 249A(4) of the Act as modified by Section 249A(5) and did not, at any time within that year, fall within any of the categories of Companies not entitled to the exemption specified in Section 249B(1).



JOHN WOODMAN BSc FCA
Chartered Accountant

THE STOCKWELL CENTRE (COLCHESTER) LIMITED
(A Company Limited by Guarantee)

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STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 30 SEPTEMBER 2005

	Note	Unrestricted funds £	Restricted funds £	Total 2005 £	Total 2004 £
INCOMING RESOURCES					
Activities in furtherance of the Charity's objects:					
Consulting room rents		28,745	0	28,745	24,328
Bursary fund income	8.2	0	3,390	3,390	2,100
Contract fees		13,868	0	13,868	10,593
Group fees		0	0	0	419
Film club and book sales		72	0	72	81
Courses and lectures		0	0	0	651
Centre members' subscriptions		810	0	810	810
		<u>43,495</u>	<u>3,390</u>	<u>46,885</u>	<u>38,982</u>
Activities for generating funds		517	0	517	537
Donations		0	0	0	470
Bank interest		34	0	34	24
Total incoming resources		<u>44,046</u>	<u>3,390</u>	<u>47,436</u>	<u>40,013</u>
RESOURCES EXPENDED					
Costs of activities in furtherance of the					
Charity's objects	10	38,629	143	38,772	30,475
Grants payable in furtherance of the					
Charity's objects	8.2	0	3,043	3,043	2,270
Management and administration of the Charity	11	1,209	0	1,209	1,028
Costs of generating funds		0	0	0	0
Total resources expended		<u>39,838</u>	<u>3,186</u>	<u>43,024</u>	<u>33,773</u>
NET INCOMING/(OUTGOING) RESOURCES		4,208	204	4,412	6,240
TRANSFER BETWEEN FUNDS	8.2	<u>-1,000</u>	<u>1,000</u>	<u>0</u>	<u>0</u>
NET MOVEMENT IN FUNDS		3,208	1,204	4,412	6,240
BALANCES at 1 October 2004		<u>87,767</u>	<u>2,527</u>	<u>90,294</u>	<u>84,054</u>
BALANCES at 30 September 2005		<u>£ 90,975</u>	<u>£ 3,731</u>	<u>£ 94,706</u>	<u>£ 90,294</u>

[Note 8.1]

All of the above results are derived from continuing activities. All gains and losses recognised in the year are included above. The surplus for the year for Companies Act purposes comprises the net incoming resources for the year and was £4,412 (2004: £6,240).

The notes on Pages 7 to 9 form part of these financial statements

THE STOCKWELL CENTRE (COLCHESTER) LIMITED
(A Company Limited by Guarantee)

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BALANCE SHEET
AS AT 30 SEPTEMBER 2005

	Note	£	£	2004 £
FIXED ASSETS				
Tangible assets	3		161,125	<u>159,469</u>
CURRENT ASSETS				
Cash		69		28
Bank balances		16,333		11,098
Debtors and prepayments	4	<u>2,742</u>		<u>3,014</u>
		19,144		14,140
CREDITORS: amounts falling due within one year	5	<u>6,868</u>		<u>7,652</u>
NET CURRENT ASSETS			<u>12,276</u>	<u>6,488</u>
NET ASSETS			173,401	165,957
CREDITORS: amounts falling due after more than one year	7		<u>78,695</u>	<u>75,663</u>
		£ <u>94,706</u>		£ <u>90,294</u>
CAPITAL AND RESERVES				
Restricted Funds - specific reserves	8.1		3,731	2,527
Unrestricted Funds - income and expenditure account			<u>90,975</u>	<u>87,767</u>
		£ <u>94,706</u>		£ <u>90,294</u>

For the financial year ended 30 September 2005, the company was entitled to exemption from audit under Section 249A(2) Companies Act 1985; and no notice has been deposited under Section 249B(2). The Council of Management acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Act and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the year and of its surplus or deficit for the financial year in accordance with requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the Company.

Signed on behalf of the Council of Management


.....
Member of the Council

Approved by the Council of Management on 12 December 2005
and signed on their behalf by R A Jacklin



The notes on Pages 7 to 9 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 SEPTEMBER 2005

1 ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (revised October 2000), applicable accounting standards and the Companies Act 1985.

Tangible fixed assets

Provision for depreciation of the freehold property is not considered by the Members of the Council to be necessary as the estimated useful life exceeds fifty years. It is the company policy to have its property maintained in good condition, which prolongs its useful life and any depreciation arising would not be material.

Depreciation is provided on furniture and office equipment at 15% per annum on cost in order to write the assets off over their anticipated lives.

2 OPERATING SURPLUS

The operating surplus is stated after charging:

	2004	
	£	£
Directors' remuneration	0	0
Depreciation of tangible fixed assets	509	254
Staff Costs	8,195	8,243
Reporting accountant's remuneration	935	790

3 TANGIBLE FIXED ASSETS

	Furniture and office equipment	Freehold property	Total
	£	£	£
Cost			
At 1 October 2004	12,561	159,090	171,651
Changes in year	2,165	0	2,165
At 30 September 2005	<u>14,726</u>	<u>159,090</u>	<u>173,816</u>
Depreciation			
At 1 October 2004	12,182	0	12,182
Provision for year	509	0	509
At 30 September 2005	<u>12,691</u>	<u>0</u>	<u>12,691</u>
Net book values			
At 30 September 2005	<u>£ 2,035</u>	<u>£ 159,090</u>	<u>£ 161,125</u>
At 30 September 2004	<u>£ 379</u>	<u>£ 159,090</u>	<u>£ 159,469</u>

4 DEBTORS AND PREPAYMENTS

	2004	
	£	£
Debtors: Membership fees	150	360
Room rentals	2,205	2,143
Gift Aid tax claim	100	78
Prepayments of expenses	287	433
	<u>£ 2,742</u>	<u>£ 3,014</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 SEPTEMBER 2005

5 CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR

		2004
	£	£
Trade creditors	937	1,990
Income received in advance: subscriptions	390	390
Bank mortgage (see Note 6)	5,541	5,272
	<u>£ 6,868</u>	<u>£ 7,652</u>

6 BANK MORTGAGE

The bank mortgage is secured by a fixed charge on the company's freehold property. It was re-negotiated in the year to provide more working capital and is now repayable by September 2020, as follows:-

		2004
	£	£
Amount falling due within one year	5,541	5,272
Amount falling due after more than one year	76,195	68,531
	<u>£ 81,736</u>	<u>£ 73,803</u>

7 CREDITORS:
AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

		2004
	£	£
Bank mortgage (see Note 6)	76,195	68,531
Private loans that do not bear interest and for which no repayment dates are set	2,500	7,132
	<u>£ 78,695</u>	<u>£ 75,663</u>

These interest free private loans of £2,500 are the residue of monies (originally £30,000) owed to the estate of the late Dr D Paulley and others. This balance of £2,500 is owed to the estate of the late Dr D Paulley after loans of £4,632 to the other lenders had been repaid in the year. Previous negotiations with Dr Paulley's family for a reduction of the loan secured by a second charge she had on the company's freehold property have been inconclusive. If not concluded satisfactorily the company could have a further contingent liability on the sale of the property (an event not currently planned for by the Members of the Council). The Members of the Council have made the Charity Commissioners aware of this matter.

8 RESTRICTED FUNDS

8.1 Movements on restricted funds over the year:

	Grants funding assets	Bursary Fund	TOTAL
	£	£	£
At 1 October 2004	143	2,384	2,527
Income	0	3,390	3,390
Transfer from unrestricted funds	0	1,000	1,000
Depreciation of assets acquired from grants	-143	0	-143
Bursary applications	0	-3,043	-3,043
At 30 September 2005	<u>£ 0</u>	<u>£ 3,731</u>	<u>£ 3,731</u>

[Note 8.2]

NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30 SEPTEMBER 2005

8 RESTRICTED FUNDS (continued)

8.2 The Bursary Funds were originally comprised of three elements, following commitments made by The Burton Trust and Colchester Catalyst Charity to the work of the Centre. During this year the trustees of The Burton Trust gave written authority for the balance on their Bursary Fund to be added into the Centre Bursary Fund.

Applications are made from the Bursary Funds to assist in the funding of courses of therapy at the Centre which the client would not otherwise be able to pay for in full.

Also during this year the Members of the Council resolved to transfer £1,000 each year into the Centre Bursary Fund out of their unrestricted funds.

	Balance b/fwd £	Passed over £	Received in year £	Applied in year £	Transferred in £	Balance c/fwd £
Centre Bursary	970	499	750	-710	1,000	2,509
The Burton Trust	499	-499	0	0	0	0
Colchester Catalyst Charity	915	0	2,640	-2,333	0	1,222
	<u>£ 2,384</u>	<u>£ 0</u>	<u>£ 3,390</u>	<u>£ -3,043</u>	<u>1,000</u>	<u>£ 3,731</u>

9 RECONCILIATION OF FUNDS

	Fixed Assets £	Current Assets Bank £	Other £	Liabilities Current £	Deferred £	Total £
Unrestricted Funds	161,125	12,602	2,811	-6,868	-78,695	90,975
Restricted Funds	0	3,731	0	0	0	3,731
	<u>£ 161,125</u>	<u>£ 16,333</u>	<u>£ 2,811</u>	<u>£ -6,868</u>	<u>£ -78,695</u>	<u>£ 94,706</u>

10 COSTS OF ACTIVITIES IN FURTHERANCE OF THE CHARITY'S OBJECTS

	Unrestricted funds £	Restricted funds £	Total 2005 £	Total 2004 £
Administration of the Stockwell Centre:				
property expenses	8,703	0	8,703	4,589
mortgage interest	5,245	0	5,245	4,412
office salaries	8,195	0	8,195	8,243
office expenses	2,189	0	2,189	1,883
bad debts	30	0	30	30
depreciation	<u>366</u>	<u>143</u>	<u>509</u>	<u>254</u>
	24,728	143	24,871	19,411
Contract fees passed on	13,868	0	13,868	10,593
Group fees passed on	0	0	0	171
Courses and lectures	<u>33</u>	<u>0</u>	<u>33</u>	<u>300</u>
	<u>£ 38,629</u>	<u>£ 143</u>	<u>£ 38,772</u>	<u>£ 30,475</u>

11 MANAGEMENT AND ADMINISTRATION OF THE CHARITY

Accountancy fees	935	0	935	790
Bank charges	259	0	259	223
Companies House fee	<u>15</u>	<u>0</u>	<u>15</u>	<u>15</u>
	<u>£ 1,209</u>	<u>£ 0</u>	<u>£ 1,209</u>	<u>£ 1,028</u>