

ACORN VILLAGES LIMITED

COMPANY NUMBER: 1048360

CHARITY NUMBER: 263954

FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2001

KIRBY ROOKYARD & CO
CHARTERED ACCOUNTANTS

1 Castle Court

St Peter's Street

Colchester

Essex CO1 1EW



A44
COMPANIES HOUSE

AYGSL528

0807
20/10/01

ACORN VILLAGES LIMITED
FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2001

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ACORN VILLAGES LIMITED**COMPANY NUMBER: 1048360****CHARITY NUMBER: 263954****ANNUAL REPORT OF THE DIRECTORS**
FOR THE YEAR ENDED 31 MARCH 2001**LEGAL AND ADMINISTRATIVE INFORMATION**

The charity is a company limited by guarantee and its governing documents are the Memorandum and Articles of Association of the Company.

The Directors, who are regarded as the Trustees of the charity, who served throughout the year were:

Doctor S MacMillan (Chair)
D M E Green, MBE
P R Downes
Mrs E Castagnoli
Mrs M I Green
Doctor M Hargreaves
Miss J Nichols
D E Taylor
N C Harding
Mr K Jordan

Principal officers are:

| | |
|--------------|--|
| R Ablett | - Chief Executive |
| Mrs H Ablett | - Company Secretary and Community Liaison Officer |
| A W Green | - Research and Development (Registered) Manager |
| N Wilson | - General Manager with special responsibility for training |

The registered office of the company is Mistley Hall, Clacton Road, Mistley, Manningtree, Essex CO11 2NJ.

Bankers: Lloyds Bank plc, 27 High Street, Colchester, Essex CO1 1DU

Solicitors: Ellison & Co, Headgate Court, Colchester, Essex CO1 1NP
and
Sparling Benham & Brough, 13 High Street, Manningtree, Essex CO11 1AQ

Architects: Scott & Masters, 9a High Street, Brightlingsea, Essex CO7 0AE

Auditors: Kirby Rookyard & Co, 1 Castle Court, St Peter's Street, Colchester, Essex CO1 1EW

ANNUAL REVIEW**Objects of the Charity**

The principal activities of the Charity and the purposes for which it was established are to advance the education of people with a mental handicap and associated problems, to provide and support a village community and permanent homes for the beneficiaries and to give those beneficiaries the opportunity to participate in horticultural activities, crafts and various light industries and enjoy the benefits of a private family life.

Policies of the Charity

Policies have been adopted to further the objects as stated above and there have been no changes in policy since the last report.

ACORN VILLAGES LIMITED**COMPANY NUMBER: 1048360****CHARITY NUMBER: 263954****ANNUAL REPORT OF THE DIRECTORS**
FOR THE YEAR ENDED 31 MARCH 2001 (CONTINUED)**ANNUAL REVIEW (CONTINUED)****Organisation of the Charity**

The overall administration and organisation of the charity is dealt with by the Board of Directors as shown above. The Chief Executive deals with the day to day running of the organisation alongside the Managers who supervise the day to day running of the Village Community including its small local community group homes. The organisation has a small administrative staff team in conjunction with the Company Secretary.

Development, Activities and Achievements during the Year

The organisation's philosophy has been maintained and developed to support people with all aspects of learning disabilities. This includes the general maintenance and service of the village, its community homes and its support networks.

The organisation continues to work towards maintaining and supporting housing opportunities. The house known as Mistley Hall Cottage was purchased along with a four and a quarter acre field. Street lighting has been installed along the length of the drive to enable us to comply with Health and Safety requirements. An opportunity arose to purchase Mistley Wood, a three bedroomed bungalow set in one and a quarter acres, situated at the entrance to our drive. It is recognised that this would be a financial risk, however it was believed by the Directors to be a risk well worth taking which will enable in the future the admission of three more villagers.

All our Community Accounting procedures have been changed to computer records. This is proving to be far more efficient and accurate and enabled us to have constantly updated information. The transition went fairly smoothly.

During the year we also purchased a new mini bus and continued to upgrade and redecorate our houses on a cyclical basis.

The Community itself continues to support and develop staff training programmes ready for the new Care Standards to be implemented in April 2002. One new Registered Manager was appointed for our local Community houses.

During the year the organisation, in line with the Registered Homes Act, was visited on three occasions.

Our fund-raisers continued to work hard on fund-raising activities and grant applications, including of course our Charity Shops and Tearoom. It is noted that revenue was lost to the Community because of one discharge of a resident and one death.

Future Developments

Mistley Hall Cottage will be modernised and refurbished in line with the new Care Standards 2002 requirements and a Lottery Grant is being applied for to cover this work. It will ultimately house three more villagers.

Because of the large amount of spending by the organisation in previous years we must now consolidate until we are in a position where we can continue the development of further services and opportunities. Training will become a priority to ensure the organisation has the appropriate staff to deliver the quality service that our villagers require. A successful bid was made for a Government Training Grant from the Learning Skills Council.

We will continue the commitment to maintain and support our housing stock to the high standards we have set.

From April next year the organisation is faced with a new set of Legislation and Care Standards which we must comply to and implement by 2007.

The procedures maintaining Health and Safety at Work Legislation will be constantly reviewed and updated. All Policies stated by the organisation will be constantly updated.

The workshops will be evaluated as they continue to stretch our resources and we will seek ways of obtaining further funding for them as we consider that they are an important part of the organisation's philosophy.

ACORN VILLAGES LIMITED**COMPANY NUMBER: 1048360****CHARITY NUMBER: 263954****ANNUAL REPORT OF THE DIRECTORS**
FOR THE YEAR ENDED 31 MARCH 2001 (CONTINUED)**Future Developments (continued)**

Spring Lodge has recently had installed an emergency alarm system which is non-intrusive and very high tech. This is a requirement under the Health and Safety at Work Act and the Registered Homes Act due to the nature of the people who live in this house.

Our priority is to ensure that we continue to support and maintain and help in all aspects of normal living adults with a learning disability/mental health problem.

Fund Raising

The maintenance fees received for the beneficiaries are insufficient to cover the running costs of the community and this deficit together with the provision of buildings is funded by donations, legacies, bequests and fund-raising activities.

Trading Subsidiary

Details of the Charity's trading subsidiary, Acorn Village (Trading) Limited, and its result for the year are shown in note 16 to the accounts on page 16.

LAND AND BUILDINGS

The Directors are of the opinion that the value of freehold land and buildings is approximately £3,750,000 compared with the book value of £2,284,901.

FIXED ASSETS

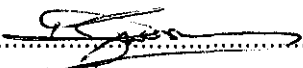
The movements are shown in note 7 to the accounts on page 13.

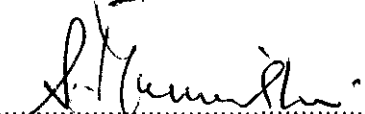
STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law to prepare financial accounts 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 accounts we are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial accounts 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 which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial accounts comply with 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.

.....




DIRECTORS

.....
 1 OCTOBER 2001

DATE

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS
OF ACORN VILLAGES LIMITED
FOR THE YEAR ENDED 31 MARCH 2001

We have audited the financial statements on pages 5 to 17 which have been prepared under the historical cost convention, the Charity Statement of Recommended Practice and the accounting policies set out on pages 9 and 10.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 3 the company's directors are responsible for the preparation of the financial statements.

As Auditors, it is our responsibility to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We have been appointed as Auditors under Section 43 of the Charities Act 1993, and report in accordance with the regulations made under Section 44 of that Act.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985 and the Charities Act 1993. We also report to you if, in our opinion, the Directors Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Directors' Remuneration and transactions with the company is not disclosed.

We read the Director's Report and consider the implications for our report if we become aware of any apparent misstatements in it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with United Kingdom 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.

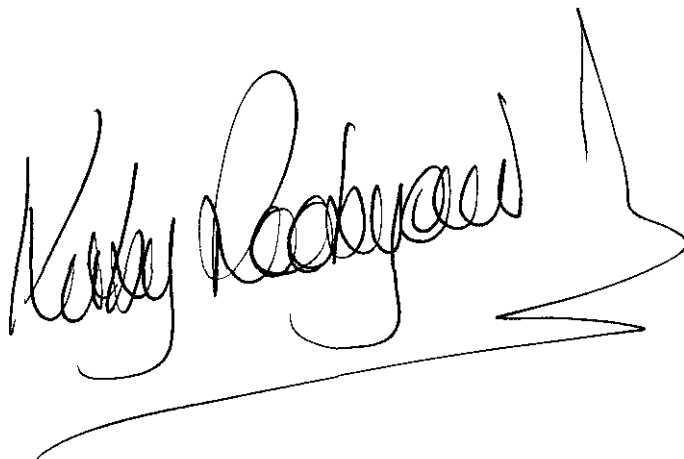
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity 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 as at 31 March 2001 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 and the Charities Act 1993.

KIRBY ROOKYARD & CO
CHARTERED ACCOUNTANTS
& REGISTERED AUDITOR
1 Castle Court
St Peter's Street
Colchester
Essex CO1 1EW

11 October 2001

A large, stylized handwritten signature in black ink, appearing to read 'Kirby Rookyard', is written over a horizontal line.

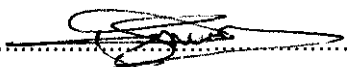
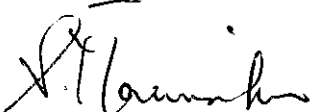
ACORN VILLAGES LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2001

| | Notes | Unrestricted Funds £ | Restricted Funds (see Note 5) £ | Total Funds 2001 £ | Total Funds 2000 £ |
|--------------------------------------|-------|----------------------------|--|--------------------------|--------------------------|
| INCOME AND EXPENDITURE | | | | | |
| INCOMING RESOURCES | | | | | |
| Community Income | | | | | |
| Maintenance Fees | | - | 1,502,466 | 1,502,466 | 1,368,345 |
| Education Therapeutic Services | | | | | |
| Income | | - | 13,335 | 13,335 | 14,272 |
| Sundry Income | | - | 3,141 | 3,141 | 4,406 |
| | | - | 1,518,942 | 1,518,942 | 1,387,023 |
| Donations | | 130,764 | 37,899 | 168,663 | 83,442 |
| Income from Fund Raising Activities | | 11,574 | - | 11,574 | 9,688 |
| Deeds of Covenant and Gift Aid | | 1,598 | 1,410 | 3,008 | 6,500 |
| Net Surplus for the year from | | | | | |
| 'ACORNS' Shops | 15 | 26,768 | - | 26,768 | 23,488 |
| Net Income of Trading Subsidiary | 16 | 10,163 | - | 10,163 | 10,592 |
| Deposit Account Interest | | 1,291 | - | 1,291 | 22 |
| TOTAL INCOMING RESOURCES | | 182,158 | 1,558,251 | 1,740,409 | 1,520,755 |
| RESOURCES EXPENDED | | | | | |
| Direct Charitable Expenditure | 4 | - | 1,658,312 | 1,658,312 | 1,490,413 |
| Fund Raising and Publicity | 6 | 13,118 | - | 13,118 | 19,876 |
| Management and Administration | 3 | 7,418 | - | 7,418 | 5,987 |
| TOTAL RESOURCES EXPENDED | | 20,536 | 1,658,312 | 1,678,848 | 1,516,276 |
| NET INCOMING/(OUTGOING) | | | | | |
| RESOURCES BEFORE TRANSFERS | | 161,622 | (100,061) | 61,561 | 4,479 |
| TRANSFERS BETWEEN FUNDS | 5 | (108,089) | 108,089 | - | - |
| NET INCOMING/(OUTGOING) | | | | | |
| RESOURCES | | 53,533 | 8,028 | 61,561 | 4,479 |
| FUND BALANCES BROUGHT FORWARD | | 632,813 | 1,303,395 | 1,936,208 | 1,931,729 |
| FUND BALANCES CARRIED FORWARD | | 686,346 | 1,311,423 | 1,997,769 | 1,936,208 |

ACORN VILLAGES LIMITEDBALANCE SHEET
AS AT 31 MARCH 2001

| | <u>Notes</u> | <u>2001</u> | <u>2000</u> |
|--|--------------|------------------|------------------|
| | | £ | £ |
| FIXED ASSETS | | | |
| Tangible Assets | 7 | 2,381,031 | 2,045,303 |
| CURRENT ASSETS | | | |
| Stocks | 8 | 2,218 | 3,600 |
| Debtors | 9 | 57,569 | 50,614 |
| Cash at Bank and in Hand | | 32,940 | 3,893 |
| | | <u>92,727</u> | <u>58,107</u> |
| CREDITORS | | | |
| Amounts due within one year | 10 | <u>395,989</u> | <u>167,202</u> |
| NET CURRENT LIABILITIES | | <u>(303,262)</u> | <u>(109,095)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 2,077,769 | 1,936,208 |
| CREDITORS | | | |
| Amounts due in more than one year | 11 | 80,000 | - |
| | 12 | <u>1,997,769</u> | <u>1,936,208</u> |
| CAPITAL AND RESERVES | | | |
| Called Up Share Capital | 2 | - | - |
| Unrestricted Funds | | 686,346 | 632,813 |
| Restricted Funds | 5 | 1,311,423 | 1,303,395 |
| | | <u>1,997,769</u> | <u>1,936,208</u> |

DIRECTORS

These Accounts were approved by the Board of Directors on 1 October 2001.

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ACORN VILLAGES LIMITED**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2001**

| | <u>2001</u> | | <u>2000</u> | |
|--|----------------|------------------|-----------------|-----------------|
| | £ | £ | £ | £ |
| NET CASH FLOW FROM OPERATING ACTIVITIES | | | | |
| Net Incoming Resources | 61,561 | | 4,479 | |
| Interest Paid, less Received | 8,431 | | 6,111 | |
| Depreciation of Fixed Assets | 61,127 | | 59,765 | |
| Decrease/(Increase) in Stock | 1,382 | | (200) | |
| (Increase)/Decrease in Debtors | (6,955) | | 9,419 | |
| Increase/(Decrease) in Creditors | <u>14,926</u> | | <u>(12,736)</u> | |
| | | 140,472 | | 66,838 |
| RETURNS ON INVESTMENTS AND SERVICING OF FINANCE | | | | |
| Interest Received | 1,291 | | 22 | |
| Interest Paid | <u>(9,722)</u> | | <u>(6,133)</u> | |
| | | (8,431) | | (6,111) |
| INVESTING ACTIVITIES | | | | |
| Purchase of Tangible Fixed Assets | (397,005) | | (160,763) | |
| Proceeds from sale of Tangible Fixed Assets | <u>150</u> | | <u>360</u> | |
| | | (396,855) | | (160,403) |
| FINANCE | | | | |
| Loan advance from Colchester Catalyst Charity | | <u>110,000</u> | | <u>-</u> |
| DECREASE IN CASH AND CASH EQUIVALENTS | | <u>(154,814)</u> | | <u>(99,676)</u> |

ACORN VILLAGES LIMITEDNOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 20011. ANALYSIS OF CHANGES IN CASH AND CASH
EQUIVALENTS DURING THE YEAR

| | <u>2001</u> | <u>2000</u> |
|------------------------------|------------------|------------------|
| Balance at Beginning of Year | (102,459) | (2,783) |
| Net Cash Flow | (154,814) | (99,676) |
| Balance at end of year | <u>(257,273)</u> | <u>(102,459)</u> |

2. ANALYSIS OF THE BALANCES OF CASH AND CASH
EQUIVALENTS AS SHOWN IN THE BALANCE SHEET

| | <u>2001</u> | <u>2000</u> | <u>Change in</u> <u>the Year</u> |
|--------------------------|------------------|------------------|-------------------------------------|
| Cash at Bank and in Hand | 32,940 | 3,893 | 29,047 |
| Bank Overdraft | (290,213) | (106,352) | (183,861) |
| | <u>(257,273)</u> | <u>(102,459)</u> | <u>(154,814)</u> |

| | <u>2000</u> | <u>1999</u> | <u>Change in</u> <u>the Year</u> |
|--------------------------|------------------|----------------|-------------------------------------|
| Cash at Bank and in Hand | 3,893 | 19,446 | (15,553) |
| Bank Overdraft | (106,352) | (22,229) | (84,123) |
| | <u>(102,459)</u> | <u>(2,783)</u> | <u>(99,676)</u> |

ACORN VILLAGES LIMITED**NOTES TO THE ACCOUNTS**
FOR THE YEAR ENDED 31 MARCH 2001**1. ACCOUNTING POLICIES**

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the Company's accounts.

a) Basis of Accounting

These accounts have been prepared under the historical cost accounting rules, and in accordance with the Statement of Recommended Practice (SORP) for Charities.

b) Depreciation

Tangible fixed assets are depreciated on the straight line or reducing balance method at rates calculated to write off the assets over their estimated useful lives. The rates used are as follows:

| | | |
|-----------------------|---|---|
| Leasehold Property | - | the period of the lease |
| Freehold Property | - | 1%, 2%, 4%, 6.67% and 10% straight line |
| Motor Vehicles | - | 25% reducing balance |
| Fixtures and Fittings | - | 25% reducing balance |

Sundry Tools and Soft Furnishings are not depreciated, the Balance Sheet amount representing the value of items which are constantly being replaced, the replacement cost being written off as incurred.

c) Donations

Income from donations is included in the accounts for the period in which it is received.

Donations in kind are reflected in these accounts as follows:

- (i) Goods donated for sale in 'Acorns' shops are recognised when the goods are sold.
- (ii) Donations of assets for use by the charity are recognised when received.
- (iii) Donations of services free or at undervalue by voluntary staff or others are not reflected in the accounts.

d) Maintenance

The cost of day to day and cyclical maintenance is written off as incurred.

e) Stocks

These are valued at the lower of cost and net realisable value.

ACORN VILLAGES LIMITED**NOTES TO THE ACCOUNTS**
FOR THE YEAR ENDED 31 MARCH 2001 (CONTINUED)**1. ACCOUNTING POLICIES (CONTINUED)****f) Assets financed by restricted funds**

Since the cost of fixed assets has frequently been financed by restricted funds but it would not now be possible to ascertain to what extent the cost of such assets has been so financed it has been assumed that as at 1 April 1995, 90% of the book value of freehold property, excluding Oak Lodge (which was under construction at that date) had been financed by restricted funds.

Since Oak Lodge was under construction at 1 April 1995, it has been possible to ascertain the extent to which it has been financed by restricted funds.

All other assets have been assumed to have been financed by unrestricted funds.

Where assets have been financed by restricted funds an amount equal to the depreciation on those assets is transferred each year from the appropriate restricted fund to unrestricted funds.

g) Allocation of Staff and Other Costs

Staff costs and other expenses primarily relate to the management and administration of the Acorn Village Community and the extent to which these relate to fund raising and management and administration of the Charity is estimated by the Directors. These estimated amounts are included as Fund Raising and Management and Administration. The remaining expenses which relate to the management and administration of the Village Community are shown as Community Running Costs.

2. SHARE CAPITAL

Guarantee: Every member of the Company undertakes to contribute to the assets of the Company in the event of the same being wound up whilst he is a member, for the payment of debts and liabilities of the Company contracted before he ceases to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories amongst themselves, such amount as may be required, not exceeding £10.

3. MANAGEMENT AND ADMINISTRATION

The staff and other costs estimated by the Directors to relate to Management and Administration of the Charity is as follows:

| | <u>2001</u> | <u>2000</u> |
|--|--------------------|--------------------|
| Wages and Staff Expenses | 3,585 | 3,413 |
| Rates and Water Charges | 129 | 114 |
| Insurance | 60 | 55 |
| Light and Heat | 293 | 262 |
| Telephone, Postage, Stationery and Advertising | 795 | 660 |
| Audit and Accountancy | 2,556 | 1,483 |
| | <u>7,418</u> | <u>5,987</u> |

ACORN VILLAGES LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2001 (CONTINUED)

4. DIRECT CHARITABLE EXPENDITURE

| | <u>2001</u> | | <u>2000</u> |
|---|------------------|---|------------------|
| | £ | £ | £ |
| Community Running Costs | | | |
| Wages and Staff Expenses | 1,338,098 | | 1,214,039 |
| Food and Household Expenses | 83,521 | | 76,504 |
| Rent | 4,252 | | 4,252 |
| Rates and Water Charges | 12,580 | | 11,082 |
| Insurance | 5,900 | | 5,352 |
| Light and Heat | 28,601 | | 25,570 |
| Repairs and Renewals | 42,806 | | 22,572 |
| Fire Alarm and Emergency Lighting | | | |
| System Costs | 2,023 | | 2,451 |
| Educational Therapeutic Services Expenses | 5,967 | | 9,900 |
| Telephone, Postage, Stationery and | | | |
| Advertising | 14,317 | | 11,874 |
| Audit and Accountancy Fees | 14,482 | | 8,403 |
| Motor Expenses and Transportation | 15,568 | | 17,787 |
| Bank Overdraft Interest | 9,722 | | 6,133 |
| Bank Charges | 1,425 | | 1,060 |
| Staff Training Costs | 9,225 | | 7,881 |
| Sundry Expenses | 3,372 | | 3,477 |
| Registration Fee and Subscriptions | 2,409 | | 2,311 |
| External Advisory Service | 2,917 | | - |
| | <u>1,597,185</u> | | <u>1,430,648</u> |
| Depreciation of Fixed Assets: | | | |
| Freehold Buildings | 38,782 | | 35,799 |
| Motor Vehicles | 6,774 | | 5,878 |
| Fixtures, Fittings and Equipment | <u>15,571</u> | | <u>18,088</u> |
| | 61,127 | | 59,765 |
| | <u>1,658,312</u> | | <u>1,490,413</u> |

ACORN VILLAGES LIMITEDNOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2001 (CONTINUED)5. RESTRICTED FUNDS

| | <u>Balance</u> | <u>Movement in Resources</u> | | <u>Transfers</u> | <u>Balance</u> |
|----------------------------------|------------------|------------------------------|------------------|---------------------|-------------------|
| | <u>at 1.4.00</u> | <u>Incoming</u> | <u>Outgoing</u> | <u>From/(to)</u> | <u>at 31.3.01</u> |
| | | | | <u>Unrestricted</u> | |
| | | | | <u>Reserves</u> | |
| Acorn Village Community | - | 1,518,942 | 1,650,379 | 131,437 | - |
| Capital Reserve | 998 | - | - | - | 998 |
| Freehold Property | 836,737 | - | - | (15,959) | 820,778 |
| Oak Lodge | 218,028 | - | - | (2,295) | 215,733 |
| Gregory House Alterations | 153,126 | - | - | (2,015) | 151,111 |
| Jubilee House and Trinity House | | | | | |
| Roofs | 9,343 | - | - | (219) | 9,124 |
| Furniture for 138 Long Road | 353 | - | - | (88) | 265 |
| Gregory House Furniture | 894 | - | - | (223) | 671 |
| Trinity House Bathroom | 1,958 | - | - | (21) | 1,937 |
| Jubilee House | 1,607 | - | - | (59) | 1,548 |
| Spring Lodge | 19,153 | - | - | (193) | 18,960 |
| 7 St Michaels Court | 53,150 | - | - | (542) | 52,608 |
| 7 St Michaels Court Furniture | 1,359 | - | - | (340) | 1,019 |
| Phyllis Mary Lodge Improvements | 1,582 | - | - | (18) | 1,564 |
| 138 Long Road Improvements | 1,011 | 6,922 | 7,933 | - | - |
| Hyundai Lantra P327 LNV | 4,096 | - | - | (1,024) | 3,072 |
| Mistley Hall Cottage Field | - | 25 | - | - | 25 |
| Mistley Wood Bungalow | - | 3,585 | - | (36) | 3,549 |
| Self-contained Flat Improvements | - | 28,777 | - | (316) | 28,461 |
| | <u>1,303,395</u> | <u>1,558,251</u> | <u>1,658,312</u> | <u>108,089</u> | <u>1,311,423</u> |

Transfers from/(to) Unrestricted Reserves are as follows:

Operating deficit on Acorn Village Community for the year 131,437

Depreciation on assets financed by restricted funds:

| | |
|---------------------------------------|-----------------|
| Oak Lodge | (2,295) |
| Gregory House Alterations | (2,015) |
| Jubilee House and Trinity House Roofs | (219) |
| Furniture for 138 Long Road | (88) |
| Gregory House Furniture | (223) |
| Trinity House Bathroom | (21) |
| Jubilee House | (59) |
| Spring Lodge | (193) |
| 7 St Michaels Court | (542) |
| 7 St Michaels Court Furniture | (340) |
| Phyllis Mary Lodge Improvements | (18) |
| Other Freehold Property | (15,959) |
| Hyundai Lantra P327 LNV | (1,024) |
| Mistley Wood Bungalow | (36) |
| Self-contained Flats Improvements | (316) |
| | <u>(23,348)</u> |
| | <u>108,089</u> |

ACORN VILLAGES LIMITED**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2001 (CONTINUED)****6. FUND RAISING AND PUBLICITY**

The staff and other costs estimated by the Directors to relate to Fund Raising and Publicity of the Charity are as follows:

| | <u>2001</u> | <u>2000</u> |
|--|---------------|---------------|
| Wages and Staff Expenses | 10,158 | 9,506 |
| Rates and Water Charges | 194 | 171 |
| Insurance | 91 | 82 |
| Light and Heat | 440 | 393 |
| Telephone, Postage, Stationery and Advertising | 795 | 660 |
| | <u>11,678</u> | <u>10,812</u> |
| Other Direct Fund Raising expenses | <u>1,440</u> | <u>9,064</u> |
| | <u>13,118</u> | <u>19,876</u> |

7. FIXED ASSETS

| | <u>Motor Vehicles</u> | <u>Fixtures, Fittings and Equipment</u> | <u>Sundry Tools and Soft Furnishings</u> | <u>Freehold Property</u> | <u>Total</u> |
|------------------------|---------------------------|---|--|------------------------------|------------------|
| Tangible Assets | | | | | |
| COST | | | | | |
| At 1 April 2000 | 38,807 | 234,667 | 30,223 | 2,225,235 | 2,528,932 |
| Additions in Year | 11,084 | 8,018 | - | 377,903 | 397,005 |
| Disposals in Year | (5,249) | - | - | - | (5,249) |
| At 31 March 2001 | <u>44,642</u> | <u>242,685</u> | <u>30,223</u> | <u>2,603,138</u> | <u>2,920,688</u> |
| DEPRECIATION | | | | | |
| At 1 April 2000 | 23,772 | 180,402 | - | 279,455 | 483,629 |
| Charge for year | 6,774 | 15,571 | - | 38,782 | 61,127 |
| On disposals | (5,099) | - | - | - | (5,099) |
| At 31 March 2001 | <u>25,447</u> | <u>195,973</u> | <u>-</u> | <u>318,237</u> | <u>539,657</u> |
| NET BOOK VALUE | | | | | |
| At 31 March 2001 | <u>19,195</u> | <u>46,712</u> | <u>30,223</u> | <u>2,284,901</u> | <u>2,381,031</u> |
| At 31 March 2000 | <u>15,035</u> | <u>54,265</u> | <u>30,223</u> | <u>1,945,780</u> | <u>2,045,303</u> |

ACORN VILLAGES LIMITED**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2001 (CONTINUED)****8. STOCKS**

| | <u>2001</u> | <u>2000</u> |
|------------------|--------------|--------------|
| Food | 1,148 | 3,400 |
| Goods for Resale | 200 | 200 |
| Stationery | 620 | - |
| Bed Linen | 250 | - |
| | <u>2,218</u> | <u>3,600</u> |

9. DEBTORS

| | <u>2001</u> | <u>2000</u> |
|--------------------------------|---------------|---------------|
| Income Debtors | 34,344 | 36,688 |
| Other Debtors | 6,753 | 2,490 |
| Prepayments and Accrued Income | 16,472 | 11,436 |
| | <u>57,569</u> | <u>50,614</u> |

**10. CREDITORS: Amounts falling due
within one year**

| | <u>2001</u> | <u>2000</u> |
|---------------------------------|----------------|----------------|
| Loans (see Note 11 below) | 30,000 | - |
| Bank Overdrafts | 290,213 | 106,352 |
| Community Expenditure Creditors | 26,440 | 10,177 |
| Taxation and Social Security | 25,128 | 23,865 |
| Other Creditors | 13,357 | 15,118 |
| Accruals and Deferred Income | 10,851 | 11,690 |
| | <u>395,989</u> | <u>167,202</u> |

Bank Overdrafts are secured by a charge over the freehold property at Mistley Hall.

**11. CREDITORS: Amounts due in more
than one year**

| | <u>2001</u> | <u>2000</u> |
|-------|---------------|-------------|
| Loans | <u>80,000</u> | <u>-</u> |

This loan relates to an amount of £110,000 advanced by the Colchester Catalyst Charity in April 2000, £30,000 of which was repaid in April 2001 and which amount is included in amounts falling due within one year above.

The balance of the loan is to be repaid by four equal instalments of £20,000 commencing in April 2002 and provided this repayment schedule is adhered to no interest will be payable.

ACORN VILLAGES LIMITED**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2001 (CONTINUED)****12. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

| | <u>Tangible Fixed Assets</u> | <u>Net Current Liabilities</u> | <u>Creditors: Amounts due in more than one year</u> | <u>Total</u> |
|---------------------------------------|--------------------------------------|--|---|------------------|
| Restricted Funds: | | | | |
| Acorn Village Community | - | - | - | - |
| Capital Reserve | 998 | - | - | 998 |
| Oak Lodge | 215,733 | - | - | 215,733 |
| Gregory House Alterations | 151,111 | - | - | 151,111 |
| Jubilee House and Trinity House roofs | 9,124 | - | - | 9,124 |
| Furniture for 138 Long Road | 265 | - | - | 265 |
| Freehold Property | 820,778 | - | - | 820,778 |
| Gregory House Furniture | 671 | - | - | 671 |
| Trinity House Bathroom | 1,937 | - | - | 1,937 |
| Jubilee House | 1,548 | - | - | 1,548 |
| Spring Lodge | 18,960 | - | - | 18,960 |
| 7 St Michael Court | 52,608 | - | - | 52,608 |
| 7 St Michael Court Furniture | 1,019 | - | - | 1,019 |
| Phyllis Mary Lodge Improvements | 1,564 | - | - | 1,564 |
| Hyundai Lantra P327 LNV | 3,072 | - | - | 3,072 |
| Mistley Hall Cottage Field | 25 | - | - | 25 |
| Mistley Wood Bungalow | 3,549 | - | - | 3,549 |
| Self-contained Flats Improvements | 28,461 | - | - | 28,461 |
| | <u>1,311,423</u> | <u>-</u> | <u>-</u> | <u>1,311,423</u> |
| Unrestricted Funds | 1,069,608 | (303,262) | (80,000) | 686,346 |
| | <u>2,381,031</u> | <u>(303,262)</u> | <u>(80,000)</u> | <u>1,997,769</u> |

13. STAFF COSTS

| | <u>2001</u> | <u>2000</u> |
|--|------------------|------------------|
| The average number of persons employed by the Company (including Directors) during the year was as follows: | | |
| Care Staff | 119 | 109 |
| Administration | 12 | 11 |
| | <u>131</u> | <u>120</u> |
| The aggregate payroll costs of these persons were: | | |
| Salaries and Wages | 1,247,393 | 1,130,776 |
| Social Security Costs | 87,139 | 78,780 |
| Pension Costs | 17,309 | 17,402 |
| | <u>1,351,841</u> | <u>1,226,958</u> |

14. SURPLUS FOR THE YEAR

| | <u>2001</u> | <u>2000</u> |
|--|-------------|-------------|
| The surplus for the year is stated after charging: | | |
| Auditors Remuneration | 3,500 | 2,550 |
| Interest Payable on Bank Overdrafts | 9,722 | 6,133 |
| | <u></u> | <u></u> |

ACORN VILLAGES LIMITEDNOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2001 (CONTINUED)**15. NET SURPLUS FROM 'ACORNS' SHOPS**

| | <u>2001</u> | <u>2000</u> |
|---------------------------------|---------------|---------------|
| INCOME | 36,354 | 33,540 |
| EXPENSES | | |
| Purchases | 320 | 826 |
| Rent | 7,900 | 7,900 |
| Rates | 633 | 634 |
| Electricity and Fuel | 537 | 565 |
| Sundry Expenses | 196 | 127 |
| | <u>9,586</u> | <u>10,052</u> |
| NET SURPLUS FOR THE YEAR | <u>26,768</u> | <u>23,488</u> |

16. TRADING SUBSIDIARY

Acorn Village (Trading) Limited was incorporated in October 1994 to carry out certain trading activities on behalf of Acorn Villages Limited and the whole of its profit donated to Acorn Villages by way of Gift Aid.

The shares in Acorn Village (Trading) Limited are held by a Director and the Chief Executive of Acorn Villages Limited on behalf of Acorn Villages Limited.

Since incorporation the only activity carried on by Acorn Village (Trading) Limited has been the running of Trinity Tea Rooms as follows:

| | <u>2001</u> | <u>2000</u> |
|--|---------------|---------------|
| TURNOVER | 48,783 | 46,558 |
| EXPENDITURE | | |
| Purchases | 16,635 | 16,237 |
| Wages | 19,529 | 16,935 |
| Repairs and Renewals | 1,066 | 1,290 |
| Advertising | 20 | 35 |
| Telephone | 247 | 262 |
| Subscriptions | 258 | 217 |
| Audit and Accountancy Fees | 270 | 285 |
| Bank Charges | 25 | 29 |
| Bookkeeping | 353 | 353 |
| Sundry Expenses | 217 | 323 |
| | <u>38,620</u> | <u>35,966</u> |
| TRANSFERRED TO ACORN VILLAGES LTD | <u>10,163</u> | <u>10,592</u> |

ACORN VILLAGES LIMITEDNOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2001 (CONTINUED)17. FINANCIAL COMMITMENTS

| | <u>2001</u> | <u>2000</u> |
|---|-------------|-------------|
| <u>Capital Expenditure</u> | | |
| Authorised but not contracted for: | | |
| Purchase of Mistley Hall Cottage and Land | - | 134,119 |
| Improvements to 130 and 138 Long Road | - | 23,500 |
| Improvements to Self-Contained Flats | - | 28,777 |
| | <hr/> | <hr/> |
| | - | 186,396 |
| | <hr/> | <hr/> |